Corporation of The City of Chatham, Ontario

ANNUAL REPORT AND MUNICIPAL DIRECTORY

Year Ended December 31, 1985

SIXTY-FOURTH YEAR

COUNCIL-MANAGER GOVERNMENT

1985 ANNUAL REPORT AND 1986 MUNICIPAL DIRECTORY

OF

THE CITY OF CHATHAM, ONTARIO

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MUNICIPAL DIRECTORY

COUNCIL 1986

William K. Erickson, Mayor

Alderman Douglas Arbour	Alderman Melvin Crew
Alderman Mary Lee	Alderman Paul Nixon
Alderman Larry O'Rourke	Alderman Douglas Sulman
Alderman William Terry	Hugh J. Thomas, P. Eng. City Manager

WATER COMMISSION 1986

David McGeorge Commissioner	John McKay Commissioner
Mayor William K. Erickson	Douglas Pierce Manager

David Hills, Administrative Officer

PUBLIC UTILITIES 1986

Ralph Barry Chairman	Clayton Leach General Mgr./Secretary
Mayor William K. Erickson	James Allison

CITY BOARDS CONSTITUTED BY STATUTORY PROVISIONS OR OF MEMBERS APPROVED BY CITY COUNCIL

BOARD OF POLICE COMMISSION 1986

Alderman Douglas Sulman
Chairman

Dianne Roelofs
Secretary

Mayor William K. Erickson

Dennis Asher

Mrs. Virginia McGeorge

Robert Myers

PUBLIC LIBRARY BOARD 1986

Allan Hinnegan
Chairman

Allan Livingstone
Vice-Chairman

Miss Lynne Brown
Secretary-Treas.

Randall Carey

Proctor Dick

Laurie Edinboro

Jim Gilbert

Alderman Mary Lee

Mrs. Maureen Myers

Mrs. Peggy Peifer

CHATHAM-KENT MUSEUM BOARD 1986

Robert Whitehall
Chairman

H. Glenn Mitton
Vice-Chairman

Mrs. Shirley Doyle
Secretary

H.B. Wressell
Property Management

Mrs. Mary Creasey
Curator

Joe Martin

Derry McKeever

Alderman William Terry

CULTURE & RECREATION COMMITTEE

Alderman Melvin Crew
Chairman

Alderman Paul Nixon
Vice-Chairman

Horace Chase

John Fekker

Christopher Powers

Michael Ternovan

Mrs. Audrey Turner

PLANNING (COUNCIL AS A WHOLE SPECIAL MEETING OF COUNCIL)

Mayor Bill Erickson
Chairman

Alderman Douglas Arbour

Alderman Melvin Crew

Alderman Mary Lee

Alderman Paul Nixon

Alderman Larry O'Rourke

Alderman Douglas Sulman

Alderman William Terry

PLANNING ADVISORY COMMITTE

Marc Armstrong

John Compton

Jay Ertel

Stan Wild

COUNCIL COMMITTEE OF THE WHOLE

Alderman William Terry
Chairman

Mayor William K. Erickson

Alderman Douglas Arbour

Alderman Melvin Crew

Alderman Mary Lee

Alderman Paul Nixon

Alderman Larry O'Rourke

Alderman Douglas Sulman

KENT-CHATHAM HEALTH UNIT 1986

Mayor William K. Erickson

Alderman William Terry

COMMITTEES 1986

COMMITTEE OF ADJUSTMENT

Archie Verrall
Chairman

Glenn Chittim
Vice-Chairman

Marilee Asher

Fred Fletcher

Thomas Peseski

Bert Zantingh

SUBURBAN ROADS COMMISSION
1986

Robert Tyndall

COUNCIL'S REPRESENTATIVE
1986 TO THE CHILDREN'S
AID SOCIETY

Alderman Mary Lee

LOWER THAMES VALLEY CONSERVATION
AUTHORITY (PLEASURE OF COUNCIL)

Mayor William K.Erickson

Alderman Douglas Arbour

ST. CLAIR PARKWAY COMMISSION

Alderman Larry O'Rourke

ECONOMIC DEVELOPMENT ADVISORY
COMMITTEE

Alderman Larry O'Rourke
Chairman

Carl Benninger

Lynn Kuntz

Ronald Moon

Alderman Paul Nixon

Glenn Smith

Alderman Douglas Sulman

ECONOMIC DEVELOPMENT ADVISORY COMMITTEE	
SENIOR COMMITTEE	Mike McGregor
	W. Darcy McKeough
	Robert Stachlewitz
	Dick Tolhurst
BOARD OF MANAGEMENT FOR THE CHATHAM ON THAMES DEVELOPMENT AREA	Tom McIlmoyle Chairman
	Lionel Martin Vice-Chairman
	Charles Burnham
	Mrs. Norma J. Crayford
	Robert King
	James Mullaly
	Glen Oliver
	Alderman Douglas Sulman
LOCAL IMPROVEMENT COURT OF REVISION	Gordon Chrysler
	William M. Coltart
	Glenn Smith
LOCAL ARCHITECTURAL CONSERVATION ADVISORY COMMITTEE	Miss Mary Angela Tucker Chairperson
	Mrs. Lisa Gilbert
	John V. Keech
	Alderman Mary Lee
	Mark MacKew
	Jake Mieras
	Bert Osterbrook
	Mrs. Anne Reaume
	Mrs. Colleen Warrener
PROPERTY STANDARDS COMMITTEE	Alfred Creed
	Lloyd D. Groombridge
	Dave Jefferson
COUNTY WASTE MANAGEMENT COMMITTEE	Mayor William K. Erickson
	Alderman Douglas Arbour

CITY/COUNCIL LIASON COMMITTEE	Mayor William K. Erickson
	Alderman Douglas Arbour
	Alderman Paul Nixon
	Alderman William Terry
VICTORIA RESIDENCE MANAGEMENT COMMITTEE	Alderman Paul Nixon Chairman
	Alderman Douglas Arbour
	Alderman Melvin Crew
	Alderman Mary Lee
THAMES CAMPUS RECREATION COMPLEX	Alderman Larry O'Rourke
ASSOCIATION FOR MENTAL RETARDATION	Alderman William Terry
AIRPORT COMMITTEE	Alderman Paul Nixon Chairman
	Alderman Melvin Crew
	Alderman William Terry
KENT-CHATHAM TOURISM BUREAU COMMITTEE	Mayor William K. Erickson
	Alderman Douglas Sulman
CHAMBER OF COMMERCE TOURISM COMMITTEE	Mayor William K. Erickson
	Alderman Douglas Sulman
JOINT MUNICIPAL FLOOD RELIEF COMMITTEE	Mayor William K. Erickson
	Alderman Larry O'Rourke
SPECIAL EVENTS COMMITTEE	Alderman Melvin Crew
	Alderman Mary Lee
	Alderman Larry O'Rourke
TRAFFIC COMMITTEE	Alderman Melvin Crew Chairman
	Alderman Douglas Arbour
	Alderman William Terry
INDUSTRIAL EDUCATION RETRAINING CENTRE COMMITTEE	Alderman Mary Lee

ASSESSMENT STATISTICS

STATEMENT OF ASSESSMENT VALUATIONS

FOR 1986 MADE IN THE YEAR 1985

	Residential and Farm	Industrial and Commercial	Business	Total Taxable Assessment
Public School Support	39,408,460	27,163,351	12,173,015	78,744,826
Separate School Support	14,817,061	1,874,105	654,030	17,345,196
1985 Taxable Assessment	54,225,521	29,037,456	12,827,045	96,090,022

Assessment for grants in lieu	2,419,233	
Exempt Assessment	12,583,953	
1985 Exempt Assessment	15,003,186	
TOTAL 1985 ASSESSMENT		111,093,208

STATISTICAL INFORMATION

Year	Mayor	Population	Taxable Assessment Cents Omitted	Mill Rate	Tax Levy	Percentage of Tax Levy Collected to Dec. 31	Net Long-Term Liabilities Dec. 31 Inclusive Assumed Debts. and OMRC Agreement and Sinking Fund	Per Capita Debt	Building Permits
1900	T.A. Smith	8,777	3,603,695.	25.	104,135.		584,609.	66.60	
1905	George W. Cowan	9,629	4,510,188.	22.	129,478.		858,605.	89.17	
1910	Charles Austin	10,317	5,182,688.	27.25	187,547.		1,025,220.	99.37	
1915	Edmund Wanless	12,650	7,667,089.	26.	256,744.		945,973.	74.78	
1920	Fred H. Brisco	15,182	12,534,111.	31.	442,454.	81.0	1,210,518.	79.73	
1925	C.D. Sulman	15,094	13,306,391.	31.	491,463.	70.0	1,248,865.	80.57	
1930	Burton L. Bedford	16,434	12,987,075.	35.	575,982.	74.9	864,235.	54.01	
1935	Isaac L. Davis	16,313	14,431,109.	34.	525,668.	74.0	783,177.	48.00	
1940	W.C. Hubbell	16,958	14,543,791.	35.	527,080.	85.0	591,378.	34.87	492,208.
1941	W.C. Hubbell	17,207	14,564,854.	34.	505,502.	86.9	524,627.	30.49	
1942	W.C. Hubbell	17,985	14,823,852.	34.50	520,921.	88.3	473,645.	26.34	
1943	C. Lorne Goddard	17,425	15,171,479.	34.	525,178.	91.4	413,976.	23.76	
1944	C. Lorne Goddard	18,057	15,395,357.	34.	534,180.	93.3	358,929.	19.88	
1945	Ralph D. Steele	18,061	15,572,446.	33.	526,834.	94.4	320,281.	17.73	1,019,219.
1946	Ralph D. Steele	18,684	16,092,584.	38.	635,734.	94.3	280,187.	15.00	3,636,859.
1947	Ralph D. Steele	19,315	16,702,789.	43.	759,093.	93.7	228,477.	11.83	1,227,590
1948	Ralph D. Steele	20,263	19,783,081.	44.75	922,437.	94.4	890,624.	43.95	2,772,096
1949	Ralph D. Steele	20,709	21,207,403.	46.	1,016,223.	94.9	1,249,554.	60.33	2,218,295.
1950	W.G. Kerr	21,223	22,091,753.	48.	1,122,770.	94.8	1,832,273.	86.33	3,827,248
1951	Wm. A. Donovan	21,473	23,052,091.	51.25	1,296,906.	93.8	2,130,056.	99.19	2,064,589.
1952	Wm. A. Donovan	21,682	25,558,575.	55.1	1,489,855.	95.2	2,106,783.	97.16	2,260,804.
1953	Wm. A. Donovan	22,274	34,314,233.	41.	1,438,849.	95.2	2,775,537.	124.61	2,159,813.
1954	Wm. A. Donovan	22,721	35,130,557.	43.	1,553,983.	95.4	2,860,243.	125.88	3,152,750.
1955	A.E. Stirling	22,973	35,605,864.	46.	1,708,611.	94.5	3,359,935.	146.26	4,443,384.
1956	A.E. Stirling	22,658	37,521,599.	54.	2,101,448.	94.8	3,934,046.	173.63	2,355,649.
1957	A.E. Stirling	22,311	38,397,750.	P.R. 54.0 S.R. 62.0 P.C. 59.2 S.C. 67.2	2,302,967.	95.3	4,330,240.	194.09	2,754,417.
1958	Garnet R. Hewkirk	22,352	39,263,857.	P.R. 57.0 S.R. 60.0 P.C. 62.0 S.C. 65.0	2,517,039.	95.6	4,855,982.	217.25	2,740,011.
1959	Garnet R. Hewkirk	28,591	45,123,677.	P.R. 60.0 S.R. 61.0 P.C. 65.2 S.C. 66.2	3,062,957.	94.7	5,482,817.	191.77	4,850,367.
1960	Garnet R. Hewkirk	29,401	47,839,880.	P.R. 63.0 S.R. 63.0 P.C. 67.2 S.C. 67.2	3,312,596.	94.6	5,760,000.	195.91	4,213,734.

STATISTICAL INFORMATION (Continued)

Year	Mayor	Population	Taxable Assessment Cents Omitted	Mill Rate		Tax Levy	Percentage of Tax Levy Collected to Dec. 31	Net Long Term Liabilities Dec.31 Inclusive Assumed Debts. and OWRC Agreement and Sinking Fund	Per Capita Debt.	Building Permits
1961	Garnet R. Newkirk	29,476	48,921,820	66.	70.6	3,595,016	94.5	5,626,802	190.86	5,047,279
1962	Garnet R. Newkirk	29,852	49,743,840	63.	69.	3,590,989	94.8	5,126,570	171.73	5,073,466
1963	Garnet R. Newkirk	30,261	50,618,910	68.	76.	3,954,729	94.7	5,106,068	168.73	5,585,036
1964	Metro Sass	30,712	51,287,555	69.	77.	4,088,368	94.7	4,788,108	155.90	5,572,570
1965	Garnet R. Newkirk	31,089	52,759,385	73.	81.	4,429,201	95.1	6,349,326	207.12	10,851,530
1966	Garnet R. Newkirk	31,724	54,179,790	75.	83.	4,745,836	95.3	7,761,777	244.67	11,770,547
1967	Garnet R. Newkirk	32,027	58,977,030	83.	93.	5,547,742	95.7	9,066,396	283.08	5,517,125
1968	Garnet R. Newkirk	32,650	60,316,000	88.	99.	5,812,230	95.9	8,991,707	275.40	6,885,320
1969	Garnet R. Newkirk	33,142	61,467,340	98.	109.	6,467,142	96.1	6,852,368(1)	206.76(1)	8,872,045
1970	Garnet R. Newkirk	33,607	63,821,715	P.101.552	P.112.560	6,974,280	94.8	8,416,535	250.44	7,001,075
1971	Douglas G. Allin	34,004	66,417,385	S.100.699 P. 95.688	S.111.612 P.105.159	6,582,063	94.0	7,981,490	234.72	6,959,335
1972	Douglas G. Allin	34,430	67,384,095	S. 97.649 P. 90.466	S.107.349 P.100.916	7,038,331	95.0	8,017,692	232.87	17,413,900
1973	Douglas G. Allin	35,364	67,769,085	S. 94.227 P. 83.584	S.105.096 P. 96.365	7,086,218	95.0	8,633,761	244.14	19,771,920
1974	Douglas G. Allin	36,610	67,769,085	S. 83.512 P. 88.504	S. 96.285 P.102.791	7,086,218	96.7	8,126,096	221.96	14,329,225
1975	Douglas G. Allin	37,803	70,749,680	S. 87.512 P.104.459	S.101.689 P.120.414	7,803,176	95.5	8,775,141	232.13	20,439,927
1976	Douglas G. Allin	38,158	74,459,165	S.101.367 P.117.216	S.116.980 P.134.791	9,327,651	95.5	10,629,473	278.56	24,945,543
1977	Curtis G. Carter	39,116	76,947,800	S.115.517 P.131.041	S.132.904 P.150.777	9,863,741	95.2	11,430,807	292.23	20,686,014
1978	Curtis G. Carter	39,960	78,789,785	S.130.991 P.136.153	S.150.722 P.156.458	10,990,515	93.03	12,369,208	309.54	25,759,768
1979	Curtis G. Carter	40,928	81,987,635	S.136.277 P.142.643	S.156.596 P.163.865	11,868,086	93.92	15,999,359	390.91	25,215,045
1980	Curtis G. Carter	40,696	86,044,085	S.144.097 P.149.034	S.165.480 P.175.333	14,241,840	94.15	19,868,590 (2)	488.22(2)	12,079,626
1981	Curtis G. Carter	40,256	88,649,205	S.149.176 P.166.774	S.175.501 P.196.204	15,252,311	93.17	23,840,180 (3)	592.21(3)	25,171,443
1982	Margaret N. Archibald	40,454	90,812,028	S.166.884 P.180.317	S.196.334 P.212.136	17,946,790	92.64	25,358,509 (4)	626.85(4)	11,932,320
1983	Margaret N. Archibald	41,019	93,417,325	S.179.237 P.191.237 S.192.433	S.210.867 P.224.984 S.226.392	19,613,287	93.42	25,786,088 (5)	628.64(5)	9,678,213

STATISTICAL INFORMATION (Continued)

Year	Mayor	Population	Taxable Assessment Cents Omitted	Mill Rate		Tax Levy	Percentage of Tax Levy Collected to Dec. 31	Net Long Term Liabilities Dec.31 Incl. Assumed Debts & OWRC Agreement & Sinking Fund	Per Capita Debt.	Building Permits
1984	Margaret N. Archibald	41,019	93,917,006	P.206.986 S.207.209	P.243.512 S.243.775	21,302,496	96.35	23,571,871(6)	574.00(6)	17,156,690
1985	William K. Erickson	41,586	94,758,309	P.219.564 S.220.033	P.258.311 S.258.862	22,811,420	96.22	23,617,312(7)	567.91(7)	26,341,551

(1) Liability for schools transferred to Kent County Board of Education
(2) Includes $4,420,000 interest free loan from Ontario Downtown Revitalization Program
(3) Includes $6,020,910 interest free loan from Ontario Downtown Revitalization Program
(4) Includes $7,733,333 interest free loan from Ontario Downtown Revitalization Program
(5) Includes $7,496,737 interest free loan from Ontario Downtown Revitalization Program
(6) Includes $7,248,270 interest free loan from Ontario Downtown Revitalization Program
(7) Includes $6,992,216 interest free loan from Ontario Downtown Revitalization Program.

LIST OF INSURANCE POLICIES OF THE CITY OF CHATHAM
IN EFFECT - DECEMBER 31, 1985

POLICY NO.	COMPANY	CLASS OF INSURANCE	LOCATION OR REMARKS	AGENTS
M99-11779	The General Accident Assurance Company of Canada	Municipality Liability	Streets, Parks and Buildings	Smalley, Brisco & Thompson Limited
89-50592	The General Accident Assurance Company of Canada	Auto	Fleet	Smalley, Brisco & Thompson Limited
M88-79556	The General Accident Assurance Company of Canada	Non-Owner	Non-Owner Vehicle	Smalley, Brisco & Thompson Limited
CL834250	British Aviation Insurance Co.	Public Liability of Property Damage	Airport	Smalley, Briso & Thompson Limited
CL823186	The Guarantee Company of North America	Fidelity Bond Burglary	All City Departments	Smalley, Brisco & Thompson Limited
C166437	The General Accident Assurance Company of Canada	Employee Bond & Burglary	All City Departments	Smalley, Brisco & Thompson Limited
67F-13596	The General Accident Assurance Company of Canada	Council Accident	Mayor & Council	Smalley, Brisco & Thompson Limited
BM11720	The Guarantee Company of North America	Boilers & Machinery	All City Departments	Smalley, Brisco & Thompson Limited
G-1810	Canada Life Assurance Co.	Disability Pensioners	All City Departments	Canada Life
FC-17277	Various Companies	Fire	Various Locations	Smalley, Brisco & Thompson Limited
GP12399	Mutual Life Assurance of Canada	Long Term Disabililty	All City Departments	Mutual Life Assurance of Canada

LIST OF INSURANCE POLICIES OF THE CITY OF CHATHAM
IN EFFECT - DECEMBER 31, 1985

POLICY	COMPANY	CLASS OF INSURANCE	LOCATION OR REMARKS	AGENTS
MEO-13844	The General Accident Assurance Company of Canada	Errors and Omissions		Smalley, Brisco & Thompson Limited
16896-97	Confederation Life	Group Life and Health	All City Departments	Confederation Life
FC-15240	Various Companies	Fine Arts	Cultural Centre	Smalley, Brisco & Thompson Limited
C166554	The General Accident Assurance Company of Canada	Legal Expense	Mayor & Council	Smalley, Brisco & Thompson Limited
E1444	The Guarantee Company of North America	Excess Liability Policy	All City Departments	Smalley, Brisco & Thompson Limited
6525517	Commercial Union Assurance	Data Processing	All City Departments	Smalley, Briso & Thompson Limited

THE CORPORATION OF THE CITY OF CHATHAM

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

Auditors' Report

Consolidated Balance Sheet

Consolidated Statement of Operations

Notes to the Consolidated Financial Statements

Analysis of Assets and Liabilities

Analysis of Operations

Analysis of Capital Operations

Analysis of Reserves and Reserve Funds

Auditors' Report

Consolidated Trust Funds - Statement of Continuity and Balance Sheet

Notes to the Consolidated Trust Funds Financial Statements

KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To the Members of Council, Inhabitants
and Ratepayers of the Corporation of
the City of Chatham

We have examined the consolidated balance sheet of the Corporation of the City of Chatham as at December 31, 1985 and the consolidated statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the Corporation of the City of Chatham as at December 31, 1985 and the results of its operations for the year then ended in accordance with the accounting principles prescribed for Ontario Municipalities applied on a basis consistent with that of the preceding year.

Chatham, Ontario
March 30, 1986

Thorne Riddell
CHARTERED ACCOUNTANTS
Licence Number 1086

THE CORPORATION OF THE CITY OF CHATHAM

CONSOLIDATED BALANCE SHEET

AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Unrestricted		
Cash	$ 836,683	$ 675,621
Investments (note 2)		8,683
Taxes receivable	1,316,583	1,479,180
Accounts receivable	1,509,673	1,624,856
Other current assets	397,084	262,509
	4,060,023	4,050,849
Restricted		
Cash and term deposits	298,327	164,449
Accounts receivable	1,741	56,180
	300,068	220,629
Capital outlay financed by long term liabilities and to be recovered in future years	22,525,312	22,334,410
	$26,885,403	$26,605,888
LIABILITIES		
Current liabilities		
Temporary loans	$ 56,997	$ 2,335,210
Accounts payable and accrued liabilities	2,184,516	1,780,535
Other current liabilities	314,015	222,775
	2,555,528	4,338,520
Net long term liabilities (note 3)	22,525,312	22,334,410
FUND BALANCES AT THE END OF THE YEAR		
To be used to offset taxation or user charges in subsequent year (note 4)	504,082	839,239
Capital operations not yet permanently financed	(257,203)	(2,286,223)
	246,879	(1,446,984)
Reserves (note 5)	1,272,703	1,176,392
Reserve funds (note 5)	284,981	203,550
	1,804,563	(67,042)
	$26,885,403	$26,605,888

Past service pension (note 6)
Vested sick leave (note 7)

"The notes to the financial statements are an integral part of this financial statement."

THE CORPORATION OF THE CITY OF CHATHAM

CONSOLIDATED STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
SOURCES OF FINANCING:		
Taxation and user charges		
Residential and farm taxation	$12,136,153	$11,393,664
Commercial, industrial and business taxation	11,695,281	10,727,758
Payments in lieu of taxes from other governments	594,112	577,280
User charges	3,788,233	3,481,075
	28,213,779	26,179,777
Grants		
Government of Canada	178,736	561,631
Province of Ontario	9,481,301	8,967,876
	9,660,037	9,529,507
Other		
Investment income	399,518	352,246
Penalties and interest on taxes	240,626	258,234
Contributions from landowners and developers	119,278	128,036
Sale of land and equipment	34,266	16,336
OMERS refund		102,000
Other	24,075	43,393
	817,763	900,245
	38,691,579	36,609,329
Deduct amounts received or receivable for School Boards	9,859,958	8,994,310
	28,831,621	27,615,219
Proceeds from the issue of long term liabilities	2,324,000	
	31,155,621	27,615,219
MUNICIPAL FUND BALANCES AT THE BEGINNING FOR THE YEAR (note 4)		
To be used to offset taxation or user charges	839,239	606,875
Capital operations not yet financed	(2,286,223)	(927,486)
TOTAL FINANCING AVAILABLE DURING THE YEAR	$29,708,637	$27,294,608

"The notes to the financial statements are an integral part of this financial statement."

	1985	1984
APPLIED TO:		
Current Operations:		
General government	$ 2,666,819	$ 2,388,126
Protection to persons and property	6,540,986	6,203,042
Transportation services	5,980,021	5,138,402
Environmental services	3,359,622	3,092,590
Health services	360,527	464,612
Social and family services	3,578,961	3,635,917
Recreation and cultural services	3,236,850	2,842,484
Planning and development	1,583,454	1,603,746
	27,307,240	25,368,919
Capital		
General government	45,733	85,483
Protection to persons and property	75,543	279,455
Transportaton services	788,035	1,409,297
Environmental services	682,947	573,282
Health services	14,173	
Social and family services	13,467	72,349
Recreation and cultural services	265,780	159,423
Planning and development	91,098	670,740
	1,976,776	3,250,029
Net appropriations to reserves and reserve funds	177,742	38,149
Transfer to trust fund		84,495
	29,461,758	28,741,592
MUNICIPAL FUND BALANCE AT THE END OF THE YEAR (note 4)		
To be used to offset taxation or user charges	504,082	839,239
Capital operations not yet financed	(257,203)	(2,286,223)
TOTAL APPLICATIONS DURING THE YEAR	$29,708,637	$27,294,608

"The notes to the financial statements are an integral part of this financial statement."

THE CORPORATION OF THE CITY OF CHATHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED DECEMBER 31, 1985

1. ACCOUNTING POLICIES (continued)

(a) Basis of Consolidation
(v) Trust Funds

Trust funds and their related operations administered by the municipality are not consolidated, but are reported separately on the "Trust Funds Statement of Continuity" and "Balance Sheet".

(b) Basis of Accounting

(i) Sources of financing and expenditures are reported on the accrual basis of accounting with the exception of principal and interest charges on long term liabilities which are charged against operations in the periods in which they are paid. The principal and interest charges are not accrued for the periods from the dates of the latest instalment payments to the end of the financial year.

(ii) The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(iii) The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes. Fixed assets acquired are reported as an expenditure on the "Consolidated Statement of Operations" in the year of acquisition. For those fixed assets financed or to be financed by the issue of long term indebtedness, the principal and interest on the long term indebtedness are also reported on the "Consolidated Statement of Operations" as they are paid.

(iv) Capital outlay to be recovered in future years, which represents the outstanding principal portion of unmatured long term liabilities for municipal expenditures or capital funds transferred to other organizations, is reported on the "Consolidated Balance Sheet".

2. INVESTMENTS

The total of investments of $NIL (1984, $8,683) recorded on the "Consolidated Balance Sheet" at cost, have a market value of $NIL (1984, $8,683) as at the end of the year.

THE CORPORATION OF THE CITY OF CHATHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED DECEMBER 31, 1985

3. NET LONG TERM LIABILITIES

(a) The balance of net liabilities reported on the "Consolidated Balance Sheet" is made up of the following:

	1985	1984
Total long term liabilities incurred by the municipality including those incurred on behalf of school boards, other municipalities and municipal enterprises and outstanding at the end of the year amount to	$24,862,094	$24,677,738
Of the long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by unconsolidated local boards, municipal enterprises, utilities and other municipalities. At the end of the year, the outstanding principal amount of this liability is	(1,092,000)	(1,242,000)
The total value of sinking funds and the balance in the Ministry of the Environment Debt Retirement Fund which have been accumulated to the end of the year to retire the outstanding long term liabilities included above, amount to	(1,244,782)	(1,101,328)
Net long term liabilities at the end of the year	$22,525,312	$22,334,410

(b) Of the net long term liabilities reported in (a) of this note, $10,449,850 in principal payments are payable from 1986 to 1990, $5,155,341 from 1991 to 1995, and $2,264,687 thereafter and are summarized as follows:

	1986 to 1990	1991 to 1995	1996 and thereafter
From general municipal revenues	$ 5,872,280	$ 4,046,911	$ 2,264,687
From benefitting landowners	3,591,570	1,002,430	
From unconsolidated municipal enterprises	986,000	1,060,000	
	$10,449,850	$ 5,155,341	$ 2,264,687

THE CORPORATION OF THE CITY OF CHATHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED DECEMBER 31, 1985

3. NET LONG TERM LIABILITIES (continued)

(b) In addition, principal payments to the Ministry of Municipal Affairs, which are derived totally from revenues generated by the Chatham Downtown Mall, are made quarterly, calculated for the most part as follows:

i) two-thirds of the City's share of lease income
ii) one-third of the tax increment of the Redevelopment area.

The principal outstanding amounted to $6,992,216 at year end (1984, $7,248,270). Quarterly instalments continue until 110% of the original loan of $7,733,333, has been repaid.
Included in net long term liabilities is an amount of $416,049 (1984, $559,504) due to the Ontario Ministry of the Environment for construction of a sewage disposal plant. The City will not receive clear title to this asset until the debt has been retired.

(c) The municipality's share of net long term liabilities of the Kent County Board of Education and the Kent County Roman Catholic Separate School Board, based on the sharing ratio effective for 1985, is approximately $952,589 (1984, $1,270,808). This will be recovered from the ratepayers in future years by education levy. No provision has been made for this liability.

Susbequent to year end, the long term debt of the School Boards was reduced. The municipality's share of the reduced debt is approximately $334,430.

(d) Approval of the Ontario Municipal Board has been obtained for the long term liabilities reported on the "Consolidated Balance Sheet".

4. MUNICIPAL FUND BALANCES AT THE END OF THE YEAR

(a) The balances on the "Consolidated Statement of Operations" of municipal equity of $504,082 (1984, $839,239) at the end of the year are comprised of the following:

	1985	1984
For general reduction of taxation	$ 163,612	$ 517,006
Chatham on the Thames - development area	(2,082)	2,475
Library	4,250	(4,303)
Local boards	(9,384)	(8,957)
	156,396	506,221
For benefitting landowners related to special charges and special areas	347,686	333,018
	$ 504,082	$ 839,239

Approval of the Ontario Municipal Board has been obtained for the pending issues of long term liabilities and for those commitments to be financed from revenues beyond the term of Council.

THE CORPORATION OF THE CITY OF CHATHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED DECEMBER 31, 1985

5. RESERVES AND RESERVE FUNDS

The total balance of reserves and reserve funds of $1,272,703 (1984, $1,176,392) and $284,981 (1984, $203,550) respectively are made up of the following:

	1985	1984
Reserves set aside for specific purposes by Council		
For acquisition of fixed assets	$ 751,309	$ 678,066
For various programs, facilities, etc.	120,111	117,043
For working capital	401,283	381,283
Total reserves	$1,272,703	$1,176,392
Reserve funds set aside for specific purposes by legislation, regulation or agreement		
For park purposes	$ 71,032	$ 25,786
For parking purposes	184,983	140,501
	256,015	166,287
Reserve funds set aside for specific purposes by Council		
For other cultural purposes		173
For library purposes	28,966	37,090
	28,966	37,263
Total reserve funds	$ 284,981	$ 203,550

6. LIABILITY FOR PAST SERVICE PROVISION OF PENSION AGREEMENTS

Under the past service provision of pension agreements, the municipality is obligated at December 31, 1985 for an amount of approximately $1,311,216 (1984, $1,478,128) including interest as established for the plans. No provision has been made for this liability. The balance of this liability will be funded by annual payments of $166,908 for the next seven years and $35,715 for the four years following. An amount of $166,908 (1984, $166,908) has been provided for in the current year and is reported on the "Consolidated Statement of Operations".

7. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Under the sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the municipality's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, amounted to $486,512 (1984, $487,028) at the end of the year. No provision has been made for this liability.

THE CORPORATION OF THE CITY OF CHATHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED DECEMBER 31, 1985

8. OPERATIONS OF SCHOOL BOARDS

Further to note 1(a)(iv), the taxation, other revenues, expenditures and overlevies (underlevies) of the school boards are comprised of the following:

	School Boards	
	1985	1984
Taxation and user charges	$9,822,942	$8,953,515
Grants	37,016	40,795
	9,859,958	8,994,310
Requisitions	9,867,866	9,073,849
Underlevies for the year	7,908	79,539
Overlevies at the beginning of the year	14,076	93,615
Overlevies at the end of the year	$ 6,168	$ 14,076

These expenditures are not reflected in the "Consolidated Statement of Operations".

The overleveies (underlevies) at the end of the year are reported as other current liabilities (other current assets) on the "Consolidated Balance Sheet".

9. CHARGES FOR NET LONG TERM LIABILITIES

Total charges for the year for net long term liabilities which are reported on the "Consolidated Statement of Operations" are as follows:

	1985	1984
Principal payments including contributions to sinking funds and to the Ministry of the Environment Debt Retirement Fund	$2,008,627	$1,948,390
Interest	1,746,683	1,936,845
	$3,755,310	$3,885,235

The charges for long term liabilities assumed by the non-consolidated entities are not reflected in these statements.

10. TRUST FUNDS

Trust funds administered by the municipality amounting to $640,110 (1984, $610,187) have not been included in the "Consolidated Balance Sheet" nor have their operations been included in the "Consolidated Statement of Operations".

THE CORPORATION OF THE CITY OF CHATHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED DECEMBER 31, 1985

11. NONACCRUAL OF INTEREST ON LONG TERM LIABILITIES

No provision has been made in these financial statements for the accrual of interest on the net long term liabilities. Had this provision been made the municipal fund balances as at December 31, 1985 would have been decreased by $652,551 (1984, $636,855).

12. CONTINGENT LIABILITIES

The municipality is contingently liable for long term liabilities for which the responsibility for the payment of principal and interest has been assumed by unconsolidated municipal enterprises. The total amount outstanding as at December 31, 1985 is $1,092,000 (1984, $1,242,000) and is not recorded on the "Consolidated Balance Sheet".

THE CORPORATION OF THE CITY OF CHATHAM

ANALYSIS OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 1985

	Revenue Fund	Reserve Fund	Capital Fund	Local Boards	Eliminations	Total
ASSETS						
Unrestricted						
Cash	$ 582,259		$ 192,441	$ 61,983		$ 836,683
Taxes receivable	1,316,711				$ 128	1,316,583
Accounts receivable	1,796,550		380,098	5,606	672,581	1,509,673
Other current assets	382,240			14,844		397,084
	4,077,760		572,539	82,433	672,709	4,060,023
Restricted						
Cash and term deposits		$269,663		28,664		298,327
Accounts receivable		1,741				1,741
		271,404		28,664		300,068
Capital outlay financed by long term liabilities and to be recovered in future years			22,525,312			22,525,312
	$4,077,760	$271,404	$23,097,851	$111,097	$672,709	$26,885,403
LIABILITIES						
Current liabilities						
Temporary loans			$ 56,997			$ 56,997
Accounts payable and accrued liabilities	$2,204,037	$ 15,389	562,111	$ 75,688	$672,709	2,184,516
Other current liabilities	103,381		210,634			314,015
	2,307,418	15,389	829,742	75,688	672,709	2,555,528
Net long term liabilities			22,525,312			22,525,312
FUND BALANCES AT THE END OF THE YEAR						
To be used to offset taxation or user charges in subsequent year	509,216			(5,134)		504,082
Capital operations not yet permanently financed			(257,203)			(257,203)
	509,216		(257,203)	(5,134)		246,879
Reserves	1,261,126			11,577		1,272,703
Reserve funds		256,015		28,966		284,981
	1,770,342	256,015	(257,203)	35,409		1,804,563
	$4,077,760	$271,404	$23,097,851	$111,097	$672,709	$26,885,403

THE CORPORATION OF THE CITY OF CHATHAM

ANALYSIS OF OPERATIONS

YEAR ENDED DECEMBER 31, 1985

	Revenue Fund	Reserve Fund	Capital Fund	Local Boards	Eliminations	Total
SOURCES OF FINANCING:						
Taxation and user charges						
Residential and farm taxation	$12,136,153					$12,136,153
Commercial, industrial and business taxation	11,695,281					11,695,281
Payments in lieu of taxes from other governments	594,112					594,112
User charges	3,705,712			$ 88,017	$ 5,496	3,788,233
	28,131,258			88,017	5,496	28,213,779
Grants						
Government of Canada	134,127		$ 44,609			178,736
Province of Ontario	8,724,471		649,581	157,428	50,179	9,481,301
Other				996,426	996,426	
	8,858,598		694,190	1,153,854	1,046,605	9,660,037
Other						
Investment income	377,274	$ 13,337		8,907		399,518
Penalties and interest on taxes	240,626					240,626
Contributions from revenue fund		150,891			150,891	
Contributions from capital fund	64,292				64,292	
Contributions from landowners and developers		10,234	109,044			119,278
Sale of land and equipment	32,766			1,500		34,266
Other	12,821		4,657	6,597		24,075
	727,779	174,462	113,701	17,004	215,183	817,763
	37,717,635	174,462	807,891	1,258,875	1,267,284	38,691,579
Deduct amounts received or receivable for School Boards	9,859,958					9,859,958
	27,857,677	174,462	807,891	1,258,875	1,267,284	28,831,621
Proceeds from the issue of long term liabilities			2,324,000			2,324,000
Net appropriations from reserves and reserve funds	501,874				501,874	
	28,359,551	174,462	3,131,891	1,258,875	1,769,158	31,155,621
MUNICIPAL FUND BALANCES AT THE BEGINNING OF THE YEAR						
To be used to offset (to be recovered from) taxation or user charges	852,499			(13,260)		839,239
Capital operations not yet financed			(2,286,223)			(2,286,223)
TOTAL FINANCING AVAILABLE DURING THE YEAR	$29,212,050	$174,462	$ 845,668	$1,245,615	$1,769,158	$29,708,637

	Revenue Fund	Reserve Fund	Capital Fund	Local Boards	Eliminations	Total
APPLIED TO:						
Current operations:						
General government	$ 2,666,819					$ 2,666,819
Protection to persons and property	6,540,986					6,540,986
Transportation services	5,980,021					5,980,021
Environmental services	3,359,622					3,359,622
Health services	360,527					360,527
Social and family services	3,578,961					3,578,961
Recreation and cultural services	3,099,712			$1,189,239	$1,052,101	3,236,850
Planning and development	1,583,454					1,583,454
	27,170,102			1,189,239	1,052,101	27,307,240
Capital:						
General government	45,733					45,733
Protection to persons and property	75,543					75,543
Transportation services	420,271		$ 367,764			788,035
Environmental services	49,738		633,209			682,947
Health services	14,173					14,173
Social and family services	10,105		3,362			13,467
Recreation and cultural services	201,889		5,661	58,230		265,780
Planning and development	62,515		28,583			91,098
	879,967		1,038,579	58,230		1,976,776
Net appropriations to reserves and reserve funds	652,765	$174,462		3,280	652,765	177,742
Transfer to revenue fund			64,292		64,292	
	28,702,834	174,462	1,102,871	1,250,749	1,769,158	29,461,758
MUNICIPAL FUND BALANCES AT THE END OF THE YEAR						
To be used to offset (to be recovered from) taxation or user charges	509,216			(5,134)		504,082
Capital operations not yet financed			(257,203)			(257,203)
TOTAL APPLICATIONS DURING THE YEAR	$29,212,050	$174,462	$ 845,668	$1,245,615	$1,769,158	$29,708,637

THE CORPORATION OF THE CITY OF CHATHAM

ANALYSIS OF CAPITAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
Source of financing		
Long term liabilities incurred	$2,324,000	
Ontario grants	649,581	$ 953,854
Canada grants	44,609	10,824
Other	113,701	116,759
Appropriations from other funds		
Current operations	938,197	882,950
Reserve funds		72,152
	4,070,088	2,036,539
Expenditures		
General government	45,733	85,483
Protection to persons and property	75,543	279,455
Transportation services	788,035	1,409,297
Environmental services	682,947	573,282
Health services	14,173	
Social and family services	13,467	72,349
Recreation and cultural services	265,780	159,423
Planning and development	91,098	670,740
	1,976,776	3,250,029
Transfer to revenue fund	64,292	145,247
Capital operations not yet financed at the beginning of the year	(2,286,223)	(927,486)
Capital operations not yet financed at the end of the year	$ (257,203)	$(2,286,223)

THE CORPORATION OF THE CITY OF CHATHAM

ANALYSIS OF RESERVES AND RESERVE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
RESERVES		
Balance at the beginning of the year	$1,176,392	$1,026,573
Appropriations from current operations	96,311	149,819
Balance at end of the year	$1,272,703	$1,176,392
RESERVE FUNDS		
Balance at the beginning of the year	$ 203,550	$ 315,220
Revenue		
Contributions from developers	10,234	11,277
Interest earned	16,263	16,587
Contributions from current operations	43,338	12,644
Donations	6,589	6,879
Grants	5,007	
	81,431	47,387
Expenditures		
Transfer of Ontario Home Renewal Plan to trust fund		84,495
Library expenses		2,309
Contributions to capital operations		72,152
Scholarships		101
		159,057
Balance at the end of the year	$ 284,981	$ 203,550

KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To the Members of Council, Inhabitants
and Ratepayers of the Corporation of
the City of Chatham

We have examined the consolidated balance sheet of the trust funds of the Corporation of the City of Chatham as at December 31, 1985 and the consolidated statement of continuity of trust funds for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the trust fund for the Corporation of the City of Chatham as at December 31, 1985 and the continuity of trust funds for the year then ended in accordance with the accounting principles prescribed for Ontario Municipalities applied on a basis consistent with that of the preceding year.

Thorne Riddell

Chatham, Ontario
March 30, 1986

CHARTERED ACCOUNTANTS
Licence Number 1086

THE CORPORATION OF THE CITY OF CHATHAM

TRUST FUNDS

CONSOLIDATED STATEMENT OF CONTINUITY

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985						1984
	Emigrants	Legacy	Victoria Residence	Cemetery	Ontario Home Renewal Plan	Total	Total
Balance at beginning of the year	$ 208	$ 8,474	$196,374	$330,318	$ 74,813	$610,187	$529,040
Revenue							
Transfer from reserve fund							84,495
Capital receipts	84	25	79,900	20,672		100,681	80,784
Interest earned	6	1,500	12,330		2,271	16,107	19,399
	90	1,525	92,230	20,672	2,271	116,788	184,678
Expenditures	90	1,500	74,362		2,302	78,254	93,806
Loans forgiven					8,611	8,611	9,725
Balance at end of the year	$ 208	$ 8,499	$214,242	$350,990	$ 66,171	$640,110	$610,187

BALANCE SHEET AS AT DECEMBER 31, 1985

	1985						1984
	Emigrants	Legacy	Victoria Residence	Cemetery	Ontario Home Renewal Plan	Total	Total
Assets							
Cash	$ 286	$ 456	$ 66,672		$ 19,315	$ 86,729	$ 59,238
Investments, at cost (market value $506,708; 1984, $453,289)							
Canada		7,000		$ 84,000		91,000	129,000
Provincial				11,000		11,000	13,500
Ontario Hydro		500		231,000		231,500	161,500
Other			150,000			150,000	150,000
		7,500	150,000	326,000		483,500	454,000
Loans receivable					46,856	46,856	70,323
Other	9	543		24,990		25,542	34,491
	$ 295	$ 8,499	$216,672	$350,990	$ 66,171	$642,627	$618,052
Liabilities							
Accounts payable and accrued liabilities	$ 87		$ 2,430			$ 2,517	$ 7,865
Fund balance	208	$ 8,499	214,242	$350,990	$ 66,171	640,110	610,187
	$ 295	$ 8,499	$216,672	$350,990	$ 66,171	$642,627	$618,052

THE CORPORATION OF THE CITY OF CHATHAM

NOTES TO THE CONSOLIDATED TRUST FUNDS FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1985

1. ACCOUNTING POLICIES

(a) Balance Sheet

This statement reflects the assets and liabilities of the Emigrants, Legacy, Victoria Residence, Cemetery and Ontario Home Renewal Plan trust funds.

Interfund assets and liabilities are not eliminated.

(b) Statement of Continuity

This statement reflects the sources of financing, expenditures and loans forgiven of the Emigrants, Legacy, Victoria Residence, Cemetary and Ontario Home Renewal Plan trust funds.

Interfund sources of financing and expenditures are not eliminated.

(c) Basis of Accounting

Sources of financing and expenditures are reported on the accrual basis with the exception of interest charges on outstanding loans which are included in sources of financing in the periods in which they are received. Expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

THE CORPORATION OF THE CITY OF CHATHAM

SIX YEAR FINANCIAL REVIEW
(unaudited)

(All dollar amounts are in thousands of dollars, except per capita figures and are based on the annual Financial Information Returns)

	1985	1984	1983	1982	1981	1980
1. Population at the end of the year	41,586	41,019	41,019	40,454	40,256	40,696
2. Area in acres at the end of the year	6,919	6,919	6,919	6,919	5,736	5,736
3. Employees - continuous full time	332	337	329	324	346	364
- part time	282	243	234	159	114	128
4. Number of households	15,673	15,528	15,519	15,264	15,138	15,403
5. Assessment						
Taxable assessment upon which the year's rates of taxation were set						
Residential and farm	$ 53,361	$ 53,264	$ 53,096	$ 52,527	$ 51,791	$ 50,833
Commercial and industrial	28,512	28,013	27,757	26,294	25,451	26,098
Business	12,885	12,640	12,565	11,991	11,450	11,719
Total	$ 94,758	$ 93,917	$ 93,418	$ 90,812	$ 88,692	$ 88,650
Per capita	$ 2,279	$ 2,290	$ 2,277	$ 2,245	$ 2,203	$ 2,178
Commercial and industrial, and business as a percentage of taxable assessment	44%	43%	43%	42%	42%	43%
Exempt assessment	$ 16,734	$ 17,006	$ 16,637	$ 16,448	$ 16,656	$ 17,340
Provincial equalization factor	9.45	10.27	10.13	10.04	9.9	10.6
6. Rates of taxation						
Residential and farm mill rate						
for general municipal purposes	127	122	112	101	95	82
for school board purposes	92	85	79	79	72	67
	219	207	191	180	167	149
Commercial and industrial mill rate						
for general municipal purposes	150	143	132	119	111	96
for school board purposes	108	100	93	92	85	79
	258	243	225	211	196	175
7. Revenue for general municipal services						
Taxation	$ 17,289	$ 16,180	$ 14,822	$ 13,300	$ 12,216	$ 10,724
Payments in lieu of taxes	557	536	483	454	411	398
Ontario grants	8,859	8,014	8,610	7,957	6,586	6,350
Other grants	138	555	775	78	5	106
Fees and service charges	3,214	2,582	2,180	2,132	2,005	1,806
Other	1,594	2,013	1,128	1,245	1,052	892
Total	31,651	29,880	27,998	25,166	22,275	20,276
8. Tax arrears - per capita	$ 29	$ 33	$ 43	$ 47	$ 45	$ 33
- percentage of current levy	5%	6%	8%	10%	9%	8%
9. Expenditure - general municipal	$ 31,858	$ 29,590	$ 28,025	$ 25,209	$ 22,543	$ 21,284
10. Transfers to the school boards	$ 9,868	$ 9,074	$ 8,507	$ 7,838	$ 7,209	$ 6,671

THE CORPORATION OF THE CITY OF CHATHAM

SIX YEAR FINANCIAL REVIEW (Continued)
(unaudited)

(All dollar amounts are in thousands of dollars, except per capita figures and are based on the annual Financial Information Returns)

	1985	1984	1983	1982	1981	1980
11. Long term liabilities						
General municipal activities	$ 22,525	$ 22,334	$ 24,403	$ 23,842	$ 22,194	$ 18,101
- per capita	542	554	595	589	551	445
- as a percentage of taxable assessment	24%	24%	26%	26%	25%	20%
Municipal enterprises	$ 1,092	$ 1,242	$ 1,383	$ 1,517	$ 1,646	$ 1,768
12. Charges for net long term liabilities						
General municipal activities	$ 3,755	$ 3,885	$ 3,536	$ 3,178	$ 2,406	$ 2,249
- per capita	90	95	86	79	60	55
- as a percentage of taxable assessment	4.0%	4.1%	3.8%	3.5%	2.7%	2.5%
13. Capital financing during the year						
Contribution from own funds	$ 1,075	1,027	$ 707	$ 690	$ 682	$ 1,592
Long term liabilities incurred	2,324		2,190	3,104	5,156	5,649
Ontario grants	650	954	1,673	3,238	606	741
Other	187	147	27	87	396	35
Total	4,236	$ 2,128	$ 4,597	$ 7,119	$ 6,840	$ 8,017
14. Capital expenditure during the year	$ 2,220	3,476	$ 4,557	$ 6,414	$ 4,650	$ 10,613
15. Accumulated net revenue at the end of the year	$ 861	1,075	$ 865	$ 1,056	$ 890	$ 1,157
16. Reserves and reserve funds	$ 2,015	$ 1,610	$ 1,486	$ 880	$ 1,141	$ 779

THE BOARD OF WATER COMMISSIONERS
OF THE CITY OF CHATHAM

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

THE BOARD OF WATER COMMISSIONERS
OF THE CITY OF CHATHAM

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YEAR ENDED DECEMBER 31, 1985

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Notes to Trust Fund Financial Statements

KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To the Chairman and Members of
The Board of Water Commissioners
of The City of Chatham

We have examined the consolidated balance sheet of The Board of Water Commissioners of the City of Chatham as at December 31, 1985 and the consolidated statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the Board as at December 31, 1985 and the results of its operations for the year then ended in accordance with accounting principles prescribed for Ontario municipalities applied on a basis consistent with that of the preceding year.

Chatham, Ontario
February 14, 1986

Thorne Riddell
CHARTERED ACCOUNTANTS
Municipal Auditors' Licence #1086

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 1985

ASSETS	1985	1984
Current assets		
Cash	$ 493,575	$ 161,866
Accounts receivable		
Sale of water	168,109	105,469
General	62,414	19,876
Sewer charges	30,900	21,347
Inventories	135,267	141,580
Prepaid expenses	18,412	16,169
	908,677	466,307
Impost reserve fund (note 2)		
Cash	116,637	153,916
Accounts receivable	328	820
	116,965	154,736
Capital outlay financed by long term liabilities and to be recovered in future years from waterworks revenue (note 3)	1,092,000	1,242,000
	$2,117,642	$1,863,043

Approved by the Board

Commissioner

Commissioner

"The notes to the financial statements are an integral part of this financial statement."

LIABILITIES	1985	1984
Current liabilities		
Accounts payable and accrued liabilities	$ 142,347	$ 109,658
Holdbacks and capital accounts payable	31,667	17,951
Sewer charges payable to City of Chatham	75,414	59,585
	249,428	187,194
Long term debt financed by the municipality (note 4)	1,092,000	1,242,000
EQUITY		
Accumulated net revenue	350,916	222,064
Capital operations not yet permanently financed	(31,667)	(17,951)
Reserve for capital	340,000	75,000
Impost reserve fund	116,965	154,736
	$2,117,642	$1,863,043

Contingent liability (note 5)
Long term lease (note 6)
Past service costs (note 7)

"The notes to the financial statements are an integral part of this financial statement."

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue		
Sale of water	$2,788,448	$2,520,965
Fire protection	91,100	90,700
Service charges	205,497	208,369
Recovered expenses	79,212	46,714
Subdivider charges	4,230	1,148
Other	38,496	36,764
Provincial grant	32,038	
	3,239,021	2,904,660
Expenditures		
Water supply	872,116	887,119
Power and pumping	101,486	93,666
Water transmission and distribution	581,273	582,964
Administration	901,866	841,633
	2,456,741	2,405,382
Capital expenditures	165,484	91,008
Principal payments on long term debt	150,000	141,000
Interest on long term debt	110,715	123,445
Net appropriations to reserve and reserve fund	227,229	85,931
	3,110,169	2,846,766
Excess of revenue over expenditures	128,852	57,894
Equity balance at the beginning of the year	222,064	164,170
Equity balance at the end of the year	$ 350,916	$ 222,064

"The notes to the financial statements are an integral part of this financial statement."

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

1. ACCOUNTING POLICIES

(i) The consolidated balance sheet reflects the assets and liabilities of the revenue fund, capital fund and reserve fund of the Board.

(ii) The consolidated statement of operations reflects the revenues and expenditures of the revenue fund, reserves, reserve fund and the capital fund of the Board.

(iii) Trust fund amounting to $47,515 (1984, $43,815) and their related operations administered by the Board are not consolidated, but are reported separately on the trust fund statement of continuity and balance sheet.

(iv) Sources of financing and expenditures are reported on the accrual basis of accounting with the exception of revenue, see (v), and principal and interest charges on long term liabilities which are charged against operations in the periods in which they are paid. The principal and interest charges are not accrued for the period from the date of the latest instalment payment to the end of the financial year.

No provision has been made in these financial statements for the accrual of interest on the net long term liabilities. Had this provision been made the equity balance as at December 31, 1985 would have been decreased by $42,066 (1984, $47,263).

(v) The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay. As in prior years, no provision has been made in the accounts for the revenue earned from the dates consumers' meters were last read to the end of the year.

(vi) Inventories of supplies are reflected at cost. Materials for specific projects are charged against current revenue as used, on the basis of first in, first out. General materials are charged against current revenues as used, at average cost.

(vii) The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes. Instead the capital outlay financed by long term liabilities and to be recovered in future years, which represents the outstanding principal portion of unmatured long term liabilities for municipal expenditures or capital funds transferred to other organizations, is reported on the consolidated balance sheet.

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

YEAR ENDED DECEMBER 31, 1985

2. IMPOST RESERVE FUND

The Board imposes, by authority of a by-law passed by tne Board, a special charge of $2,400 per gross acre of land and proportionately for a part thereof contained within a plan of subdivision for which approval is requested.

The by-law provides that all such monies received shall be used only for the purpose of constructing distribution system feeder mains.

3. CAPITAL OUTLAY FINANCED BY LONG TERM LIABILITIES TO BE RECOVERED IN FUTURE YEARS FROM WATERWORKS REVENUE

	1985	1984
Land	$ 58,146	$ 58,146
Buildings	1,582,648	1,582,648
Engineering structures	6,280,623	6,232,850
Machinery and equipment	1,077,500	1,007,203
	8,998,917	8,880,847
Less equity in capital assets	7,875,250	7,620,896
	1,123,667	1,259,951
Less unfinanced capital outlay	31,667	17,951
	$1,092,000	$1,242,000

4. LONG TERM DEBT FINANCED BY THE MUNICIPALITY

	1985	1984
9 1/4% City of Chatham debenture, payable approximately $111,000 annually including interest, due December 1, 1990	$ 425,000	$ 491,000
9 1/2% City of Chatham debenture, payable $41,000 in 1985 and $65,000 annually thereafter plus interest, due July 2, 1990	325,000	366,000
7 3/4% City of Chatham debenture, payable approximately $59,500 annually including interest, due February 1, 1992	312,000	345,000
9 1/2% City of Chatham debenture, payable $10,000 annually plus interest, due January 31, 1988	30,000	40,000
	$1,092,000	$1,242,000

Principal and interest payments in next five years.

	Principal	Interest	Total
1986	$ 181,000	$ 97,218	$ 278,218
1987	190,000	80,813	270,813
1988	200,000	63,620	263,620
1989	201,000	45,548	246,548
1990	214,000	27,453	241,453

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

YEAR ENDED DECEMBER 31, 1985

5. CONTINGENT LIABILITY

The Board makes payments in respect of separation or termination of employment based upon the number of years service at date of termination. No provision has been made in the accounts for unpaid accumulated termination benefits which amount to $64,408 at December 31, 1985 ($62,804 at December 31, 1984).

6. LONG TERM LEASE

The Board leases a computer under an agreement which expires in October, 1986. Total lease payments remaining amount to $15,400.

7. PAST SERVICE COSTS

The Board has entered into supplementary pension agreements under OMERS for past services. At December 31, 1985 the liability for these agreements amounted to approximately $129,624. This amount will be retired out of general revenue at approximately $15,816 per year for the next seven years. No provision has been made for this liability.

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

ANALYSIS OF IMPOST RESERVE FUND

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Balance at beginning of year	$154,736	$143,805
Contributions from subdividers	4,230	1,148
Interest earned	9,935	13,491
	14,165	14,639
Contributions to current operations	18,994	3,708
Contributions to capital operations	32,942	
	51,936	3,708
Balance at end of year	$116,965	$154,736

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

ANALYSIS OF REVENUE

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Sale of water		
Residential	$1,518,987	$1,365,858
Non-residential	1,269,461	1,155,107
	2,788,448	2,520,965
Fire protection		
Own municipality	87,080	86,680
Other municipalities	4,020	4,020
	91,100	90,700
Service charges and commission		
Service charges	188,797	192,301
Commission on collection of sewage charges	16,700	16,068
	205,497	208,369
Other		
Investment income	34,675	28,376
Miscellaneous	3,821	8,388
	38,496	36,764
Recovered expenses		
Operating	51,024	27,688
Capital	28,188	19,026
	79,212	46,714
Subdivider charges	4,230	1,148
Provincial grant	32,038	
	$3,239,021	$2,904,660

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

ANALYSIS OF EXPENDITURES

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Water supply		
Purchased water	$ 644,796	$ 640,748
Operation and maintenance	227,320	246,371
	872,116	887,119
Power and pumping	101,486	93,666
Water transmission and distribution		
Mains	258,557	233,377
Meters	161,395	185,632
Services	161,321	163,955
	581,273	582,964
Administration		
General administration	454,555	397,130
Billing and data processing	369,756	371,391
Other	77,555	73,112
	901,866	841,633
	$2,456,741	$2,405,382

KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To the Chairman and Members of
The Board of Water Commissioners
of The City of Chatham

We have examined the balance sheet of the trust fund of The Board of Water Commissioners of the City of Chatham as at December 31, 1985 and the statement of continuity of trust fund for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances, except as described in the following paragraph.

The trust fund of the Board of Water Commissioners of the City of Chatham derives receipts from consumers, which are not susceptible to complete audit verification. Accordingly, our verification of such receipts was limited to accounting for the amounts recorded in the records of the trust fund.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves with respect to receipts from consumers as referred to in the preceding paragraph, these financial statements present fairly the financial position of the trust fund of the Board of Water Commissioners of the City of Chatham as at December 31, 1985 and the continuity of the trust fund for the year then ended in accordance with accounting principles prescribed for Ontario municipalities applied on a basis consistent with that of the preceding year.

Chatham, Ontario
February 14, 1986

KMG International Firm Klynveld Main Goerdeler

Thorne Riddell
CHARTERED ACCOUNTANTS
Municipal Auditors' Licence #1086

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

TRUST FUND

STATEMENT OF CONTINUITY

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Balance at the beginning of the year	$ 43,815	$ 38,515
Consumer deposits received	13,750	13,990
Consumer deposits returned	10,050	8,690
	3,700	5,300
Balance at the end of the year	$ 47,515	$ 43,815

BALANCE SHEET AS AT DECEMBER 31, 1985

	1985	1984
ASSETS		
Cash	$ 47,515	$ 43,815
LIABILITIES		
Refundable consumer deposits	$ 47,515	$ 43,815

"The notes to the financial statements are an integral part of this financial statement."

THE BOARD OF WATER COMMISSIONERS OF THE CITY OF CHATHAM

NOTES TO TRUST FUND FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

1. ACCOUNTING POLICIES

(a) Balance Sheet

This statement reflects the assets and liabilities of the consumer deposit trust fund.

(b) Statement of Continuity

This statement reflects the deposits received and returned during the year.

(c) Basis of accounting

Deposits received and returned are reported on the cash basis and are recognized as they are received or returned.

CHATHAM PUBLIC LIBRARY

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

Auditors' Report

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Schedule of Books and Other Library Materials

THORNE
RIDDELL
Chartered Accountants

AUDITORS' REPORT

To the Members of the
Chatham Public Library

We have examined the balance sheet of the Chatham Public Library as at December 31, 1985 and the statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Library as at December 31, 1985 and the results of its operations for the year then ended in accordance with generally accepted accounting principles for Ontario municipalities applied on a basis consistent with that of the preceding year.

Chatham, Ontario
January 16, 1986

Thorne Riddell
CHARTERED ACCOUNTANTS
MUNICIPAL AUDITORS' LICENCE #1086

CHATHAM PUBLIC LIBRARY

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS	1985	1984
OPERATING FUND		
Cash	$ 61,471	$ 9,969
Grants receivable	1,175	
Prepaid expenses	14,177	12,913
	76,823	22,882
RESERVE FUND		
Cash	12,085	10,260
Term deposit	16,579	26,830
Receivable from operating fund	302	
	28,966	37,090
	$105,789	$ 59,972

LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued liabilities	$ 60,694	$ 27,185
Payable to reserve fund	302	
	60,996	27,185
FUND BALANCES		
Operating surplus (deficit)	4,250	(4,303)
Reserve for encumbrances	11,577	
Reserve fund	28,966	37,090
	44,793	32,787
	$105,789	$ 59,972

Contingent liability (note 2)

CHATHAM PUBLIC LIBRARY

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue		
Municipal grants		
Operating	$702,358	$667,912
Special purpose	16,115	600
Province of Ontario grants	94,311	91,564
Other grants	12,938	11,479
Regional library system contract receipts		
Resource centre development	15,000	15,000
Film services	17,150	17,150
General support	2,500	2,500
Support of continuing education		
Regional	2,000	2,000
University of Windsor	10,319	10,319
Desk receipts	33,334	29,685
Interest	8,907	7,842
Donations		
General	93	778
Specific purpose	6,589	6,759
	921,614	863,588
Expenditure		
Operations		
Salaries		
Library	556,450	526,779
Fringe benefits	69,408	65,567
Retirement benefit	12,095	
Materials, supplies and utilities		
Books and other library materials	99,420	110,119
Utilities	34,359	33,438
Other supplies	28,179	27,275
Bookmobile		
Drivers' salaries and benefits	15,283	18,220
Other expenses	4,289	4,144
Repairs and maintenance, building and equipment		
Supplies and services	35,876	39,411
Casual labour	5,350	10,124
Professional fees	2,650	2,650
Other	21,000	20,758
	884,359	858,485
Capital expenditures	25,249	1,432
Net appropriation to reserve for encumbrances	11,577	
Net appropriations to (from) reserve fund	(8,124)	4,097
	913,061	864,014
EXCESS OF REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE)	8,553	(426)
DEFICIT AT BEGINNING OF YEAR	4,303	3,877
SURPLUS (DEFICIT) AT END OF YEAR	$ 4,250	$ (4,303)

CHATHAM PUBLIC LIBRARY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

1. ACCOUNTING POLICIES

(a) The balance sheet reflects the assets and liabilities of the revenue fund and the reserve fund of the Library.

(b) The statement of operations reflects the consolidated revenues and expenditures of the revenue fund and the reserve fund of the Library.

(c) Sources of financing and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(d) The historical cost and accumulated depreciation of fixed assets is not reported for municipal purposes. Expenditures on fixed assets are charged against current revenue unless the expenditures are financed out of long term debt.

2. CONTINGENT LIABILITY

The Library reflects in the current year's statement of operations only payments made in respect of sick pay benefits. No provision has been made in the accounts for vested benefits which amount to $50,170 at December 31, 1985 ($53,828 in 1984). There is one employee retirement anticipated in 1986.

3. SPECIFIC GRANTS

During 1985 the Library received approval from the City of Chatham for the following specific grants:

Accounting system grant	$ 13,000
Database grant	4,348
	$ 17,348

No payment have been received on these grants. An accrual of $715 has been recorded in grants receivable to offset the actual expenditures made during the year. The balance of these grants will be included in the Library's 1986 budget.

CHATHAM PUBLIC LIBRARY

SCHEDULE OF BOOKS AND OTHER LIBRARY MATERIALS

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Adult non-fiction	$ 18,417	$ 28,356
Adult fiction	22,005	22,340
Reference	10,581	11,168
Children's	18,094	23,057
Express	1,954	2,237
Binding	1,119	1,183
Periodicals	14,054	10,264
Microfilms and newspapers	3,540	3,157
Films and film expense	6,694	4,895
Adult records and cassettes	756	218
Talking books	1,894	3,151
Juvenile records	312	93
	$ 99,420	$110,119

CHATHAM HYDRO

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

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A Operation and Maintenance Expense

B General Administration Expense

KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To the Commissioners, Members of Council,
Inhabitants and Ratepayers of The Public Utilities
Commission of the Corporation of the City of Chatham
(Chatham Hydro)

We have examined the balance sheet of Chatham Hydro as at December 31, 1985 and the statements of operations, equity and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of Chatham Hydro as at December 31, 1985 and the results of its operations for the year then ended in accordance with the accounting principles prescribed for Ontario Hydro Electric Commissions applied on a basis consistent with that of the preceding year.

Chatham, Ontario
March 7, 1986

Thorne Riddell
CHARTERED ACCOUNTANTS
Licence #1086

CHATHAM HYDRO

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS	1985	1984
FIXED ASSETS (note 2)		
Land, buildings and equipment	$14,111,846	$12,910,954
Less accumulated depreciation	4,515,175	4,132,993
	9,596,671	8,777,961
CURRENT ASSETS		
Cash	626,000	624,264
Treasury bill	595,302	499,193
Accounts receivable (note 3)	1,079,585	1,089,250
Unbilled revenue	1,341,412	1,176,677
Inventories (note 4)	725,162	670,296
Prepaid expenses	9,141	6,302
	4,376,602	4,065,982
DEFERRED UNFUNDED PAST SERVICE PENSION COSTS	84,764	82,267
EQUITY IN THE HYDRO-ELECTRIC POWER COMMISSION OF ONTARIO	9,521,113	8,755,881
	$23,579,150	$21,682,091

Approved by the Commission

Commissioner

Commissioner

LIABILITIES	1985	1984
LONG TERM DEBT		
Unfunded past service pension costs (note 5)	$ 84,764	$ 82,267
Payment due within one year	9,500	7,735
	75,264	74,532
CURRENT LIABILITIES		
Accounts payable		
Trade	181,004	162,654
The Hydro-Electric Power Commission of Ontario	1,298,145	1,062,974
Current portion of consumers' deposits	2,581	2,408
Current portion of unfunded past service pension costs	9,500	7,735
	1,491,230	1,235,771
DEFERRED CREDIT		
Contributed capital after January 1, 1980	108,246	80,590
Less accumulated amortization	11,777	8,494
	96,469	72,096
EQUITY		
EQUITY	12,395,074	11,543,811
RESERVE FOR EQUITY IN THE HYDRO-ELECTRIC POWER COMMISSION OF ONTARIO	9,521,113	8,755,881
	$23,579,150	$21,682,091

Commitment (note 6)

CHATHAM HYDRO

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Service revenue		
Residential	$ 5,800,296	$ 5,293,478
General	11,779,503	10,787,302
Street lighting	202,588	194,473
	17,782,387	16,275,253
Power purchased	15,035,186	13,444,012
Gross margin on service revenue	2,747,201	2,831,241
Other operating revenue		
Miscellaneous	110,000	127,572
Interest	114,489	99,242
	2,971,690	3,058,055
Expenses		
Operation and maintenance	981,796	1,025,155
Billing and collecting	391,321	362,222
General administration	305,903	269,036
Depreciation less amortization of contributed capital of $3,283 (1984; $2,492)	433,922	400,304
	2,112,942	2,056,717
	858,748	1,001,338
Interest expense	7,485	7,154
NET INCOME	$ 851,263	$ 994,184

STATEMENT OF EQUITY

YEAR ENDED DECEMBER 31, 1985

	1985	1984
BALANCE AT BEGINNING OF YEAR	$11,543,811	$10,549,627
Net income	851,263	994,184
BALANCE AT END OF YEAR	$12,395,074	$11,543,811

CHATHAM HYDRO

STATEMENT OF CHANGES IN FINANCIAL POSITION

YEAR ENDED DECEMBER 31, 1985

	1985	1984
WORKING CAPITAL DERIVED FROM		
Operations		
Net income	$ 851,263	$ 994,184
Items not involving working capital		
Depreciation	480,030	443,500
Amortization of contributed capital	(3,283)	(2,492)
Loss on sale of fixed assets	12,903	56
	1,340,913	1,435,248
Contributed capital	27,656	4,620
Proceeds on sale of fixed assets	14,644	90
	1,383,213	1,439,958
WORKING CAPITAL APPLIED TO		
Purchase of fixed assets	1,326,287	900,022
Increase in non-current portion of unfunded past service pension costs	1,765	573
	1,328,052	900,595
INCREASE IN WORKING CAPITAL	55,161	539,363
WORKING CAPITAL AT BEGINNING OF YEAR	2,830,211	2,290,848
WORKING CAPITAL AT END OF YEAR	$2,885,372	$2,830,211

CHATHAM HYDRO

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

1. ACCOUNTING POLICIES

(a) Inventories

Line stores inventory is valued at average cost. Meters and transformers are valued at cost.

(b) Fixed assets

Fixed assets are stated at cost. Sentinel lights are depreciated at the rate of 10% on the declining balance method. Depreciation on other fixed assets is provided on the straight line basis at rates suggested by the Ontario Hydro-Electric Power Commission as shown in note 2.

(c) Unfunded past service pension costs

Unfunded past service pension costs are being amortized over the remaining nine years based on the payments required to fund the past service pension costs.

(d) Contributed capital after January 1, 1980

Contributed capital is being amortized to revenue on the straight line basis at the same rate as the related fixed assets.

2. FIXED ASSETS

	Depreciation Rates	1985	1984
Plant and distribution system			
Land		$ 361,733	$ 276,408
Buildings	1.67%	898,509	868,738
Substation system	2.5% to 4.00%	1,933,832	1,845,607
Distribution system			
Overhead	4.00%	1,723,598	1,615,542
Underground	2.50%	4,438,573	4,177,444
Transformers	3.33%	2,628,555	2,367,952
Meters	2.86%	967,576	916,957
Office equipment	10% to 20%	122,558	122,734
Computer equipment	20%	31,042	25,238
Rolling stock	12.5% to 25%	485,548	449,246
Tools	10%	209,333	199,739
Sentinel lights	10%	45,057	45,349
		13,845,914	12,910,954
Less accumulated depreciation		4,515,175	4,132,993
		9,330,739	8,777,961
Construction in progress		265,932	
		$ 9,596,671	$ 8,777,961

CHATHAM HYDRO

OPERATION AND MAINTENANCE EXPENSE — SCHEDULE A

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Substation maintenance	$ 99,069	$ 106,151
Distribution system		
Overhead	529,415	575,215
Underground	106,507	87,168
Transformer maintenance	46,883	54,610
Radio maintenance	2,152	1,288
Meter maintenance	107,348	109,092
Consumer premises	57,918	57,935
Customer repairs	32,324	33,418
Sentinel light maintenance	180	278
	$981,796	$1,025,155

GENERAL ADMINISTRATION EXPENSE — SCHEDULE B

YEAR ENDED DECEMBER 31, 1985

	1985	1984
General office	$245,127	$ 209,155
General office maintenance	51,426	49,649
Engineering	4,062	2,746
Community relations	5,288	7,486
	$305,903	$ 269,036

CHATHAM HYDRO

NOTES TO FINANCIAL STATEMENTS
(Continued)

YEAR ENDED DECEMBER 31, 1985

2. **FIXED ASSETS** (Continued)

Depreciation, provided at rates used by The Hydro-Electric Power Commission of Ontario, is as follows:

	1985	1984
Depreciation		
Plant and distribution system	$ 414,150	$ 381,840
Office equipment	7,661	8,021
Computer equipment	5,774	2,539
Rolling stock	42,825	40,704
Tools	9,620	10,396
	$ 480,030	$ 443,500

3. **ACCOUNTS RECEIVABLE**

	1985	1984
Electrical energy	$ 1,045,373	$ 1,061,776
Street lighting	23,017	20,755
Sundry	27,879	24,907
	1,096,269	1,107,438
Allowance for doubtful accounts	16,684	18,188
	$ 1,079,585	$ 1,089,250

4. **INVENTORIES**

	1985	1984
Line stores	$ 367,776	$ 328,885
Meters	16,032	16,542
Transformers	341,354	324,869
	$ 725,162	$ 670,296

5. **UNFUNDED PAST SERVICE PENSION COSTS**

Chatham Hydro has entered into supplementary pension agreements under OMERS for past services. This amount which is recorded in the accounts is being retired out of operating revenue over a period of eight years at $16,281 per year including interest.

6. **COMMITMENT**

At December 31, 1985, Chatham Hydro had entered into a contract for the construction of a new building for approximately $2,900,000. Advances of approximately $126,000 were made by the year end. It is expected that approximately $2,200,000 will be debentured by the City of Chatham at the conclusion of the contract.

7. **CHATHAM HYDRO**

The Public Utilities Commission of the Corporation of the City of Chatham (Chatham Hydro) operates under the abbreviated name of Chatham Hydro.

CHATHAM-KENT MUSEUM

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To the Members of the Board
of the Chatham-Kent Museum

We have examined the balance sheet of the Chatham-Kent Museum as at December 31, 1985 and the statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Museum as at December 31, 1985 and the results of its operations for the year then ended in accordance with accounting principles generally accepted for Ontario municipalities applied on a basis consistent with that of the preceding year.

Chatham, Ontario
March 18, 1986

Thorne Riddell
CHARTERED ACCOUNTANTS
Licence #1086

CHATHAM-KENT MUSEUM

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue		
City of Chatham	$ 42,000	$ 40,222
Donations	362	303
	42,362	40,525
Operating expenditure		
Salaries	30,162	26,998
Employee benefits	1,408	1,212
Car allowance	575	549
Heat, light and water	3,146	3,283
Advertising and promotion	753	658
Telephone	546	558
Insurance	336	295
Office	1,707	1,456
Professional fees	625	325
Repairs and maintenance, building and equipment	4,554	3,457
Miscellaneous	1,194	713
	45,006	39,504
Excess of revenue over expenditure (expenditure over revenue)	(2,644)	1,021
Equity at beginning of year	1,827	806
Equity (deficit) at end of year	$ (817)	$ 1,827

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS	1985	1984
Cash	$ 100	$ 100
Receivable from City of Chatham		1,727
	$ 100	$ 1,827
LIABILITIES		
Payable to City of Chatham	$ 917	
EQUITY (DEFICIT)		
Equity (deficit)	(817)	$ 1,827
	$ 100	$ 1,827

CHATHAM-KENT MUSEUM

NOTE TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

ACCOUNTING POLICY

The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes. Expenditures on fixed assets are charged against current revenue unless the expenditures are financed out of long term debt.

CHATHAM HORTICULTURAL SOCIETY

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

Auditors' Report

Balance Sheet

Statement of Operations

Notes to Financial Statements

Schedule of Operating Expenditure

KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To the Members of the
Chatham Horticultural Society

We have examined the balance sheet of the Chatham Horticultural Society as at December 31, 1985 and the statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Society as at December 31, 1985 and the results of its operations for the year then ended in accordance with accounting principles as set out in the note to the financial statements applied on a basis consistent with that of the preceding year.

Chatham, Ontario
March 18, 1986

Thorne Riddell
CHARTERED ACCOUNTANTS
Licence #1086

KMG International Firm Klynveld Main Goerdeler

CHATHAM HORTICULTURAL SOCIETY

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS	1985	1984
Petty cash	$ 100	
Accounts receivable	3,431	$ 2,401
Inventory	667	501
Buildings and equipment, at cost	129,327	101,329
	$133,525	$104,231
LIABILITIES AND EQUITY (DEFICIT)		
Accounts payable and accrued liabilities	$ 12,889	$ 9,482
Deficit	(8,691)	(6,580)
	4,198	2,902
Equity in buildings and equipment	129,327	101,329
	$133,525	$104,231

Approved by the Board

President

Secretary-Treasurer

CHATHAM HORTICULTURAL SOCIETY

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue		
Grants		
City of Chatham	$215,338	$157,589
Province of Ontario	1,500	1,500
Ontario Youth Corps Program	48,679	
Donations		3,000
Miscellaneous	5,134	4,738
	270,651	166,827
Expenditure		
Operating	244,764	166,193
Capital	27,998	1,796
	272,762	167,989
Excess of expenditure over revenue	2,111	1,162
Deficit at beginning of year	6,580	5,418
Deficit at end of year	$ 8,691	$ 6,580

NOTE TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

ACCOUNTING POLICIES

These financial statements have been prepared in accordance with accounting principles generally accepted for Ontario municipalities and local boards except that, while it is not required disclosure, the Society reports buildings and equipment at cost on the balance sheet with a corresponding credit to equity in buildings and equipment. Additions to buildings and equipment are charged against revenue as capital expenditure. No provision is made for depreciation.

CHATHAM HORTICULTURAL SOCIETY

SCHEDULE OF OPERATING EXPENDITURE

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Salaries	$164,851	$110,537
Fringe benefits	22,399	15,045
Greenhouse		
Supplies	15,941	4,006
Maintenance	4,298	3,328
Utilities	7,190	7,773
Parks and flower bed maintenance	12,974	11,454
Truck maintenance, gas and oil	8,240	5,892
Tools and equipment maintenance	2,471	1,915
Insurance	2,196	1,843
Flower show and garden club		204
Professional fees	950	1,225
Office supplies	654	814
Telephone	1,441	1,541
Travel, dues and publications	1,013	552
Miscellaneous	146	64
	$244,764	$166,193

CHATHAM KILTIE CONCERT BAND

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To the Members of the
Chatham Kiltie Concert Band

We have examined the balance sheet of the Chatham Kiltie Concert Band as at December 31, 1985 and the statements of financial activities and equity (deficit) and equity in capital assets for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Band as at December 31, 1985 and the results of its operations for the year then ended in accordance with accounting principles as set out in note 1 applied on a basis consistent with that of the preceding year.

Chatham, Ontario
February 17, 1986

Thorne Riddell
CHARTERED ACCOUNTANTS
Licence #1086

KMG International Firm Klynveld Main Goerdeler

CHATHAM KILTIE CONCERT BAND

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS	1985	1984
Operating section		
Cash	$ 312	$ 706
Accounts receivable	1,000	87
	1,312	793
Capital assets (note 2)		
Musical arrangements, instruments and equipment	47,306	44,808
Scholarship fund cash		173
	$ 48,618	$ 45,774
LIABILITIES AND EQUITY (DEFICIT)		
Operating section		
Bank loan		$ 4,191
Accounts payable and accrued liabilities	$ 1,188	806
Equity (deficit)	124	(4,204)
	1,312	793
Equity in capital assets	47,306	44,808
Scholarship fund		
Balance at beginning of year	173	174
Donations		100
	173	274
OYMC scholarships		101
Transfer to operating	173	
Balance at end of year		173
	$ 48,618	$ 45,774

Approved by the Directors

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CHATHAM KILTIE CONCERT BAND

STATEMENT OF FINANCIAL ACTIVITIES AND EQUITY (DEFICIT)

YEAR ENDED DECEMBER 31, 1985

	1985	1984
Revenue		
City grant	$ 20,615	$ 16,660
Concerts, parades and donations	2,125	200
Miscellaneous	8	106
	22,748	16,966
Expenses		
Bandmaster's salary and benefits	5,646	4,465
Librarian salary	840	750
Office supplies and miscellaneous	2,166	1,174
Utilities and telephone	1,537	1,159
Caretaker's salary	840	720
Secretary-treasurer's salary	1,200	1,200
Bank charges and interest	365	312
Insurance	338	330
Instrument repairs	933	350
Concerts		2,020
Chatham Federation of Musicians	35	34
Professional fees	842	800
Uniforms and jackets	368	6,981
	15,110	20,295
Excess of revenue over expenses (expenses over revenue) before the undernoted	7,638	(3,329)
Instrument sales	1,500	
Transfer from scholarship fund	173	
	9,311	(3,329)
Capital expenditures	4,983	1,467
Net revenue (expenditure)	4,328	(4,796)
EQUITY (DEFICIT) AT BEGINNING OF YEAR	(4,204)	592
EQUITY (DEFICIT) AT END OF YEAR	$ 124	$ (4,204)

CHATHAM KILTIE CONCERT BAND

STATEMENT OF EQUITY IN CAPITAL ASSETS

YEAR ENDED DECEMBER 31, 1985

	1985	1984
BALANCE AT BEGINNING OF YEAR	$ 44,808	$ 44,601
Additions		
Musical arrangements	1,707	949
Musical instruments	836	518
Equipment	2,440	
	4,983	1,467
	49,791	46,068
Musical arrangements written off	985	1,260
Instrument sales	1,500	
	2,485	1,260
BALANCE AT END OF YEAR	$ 47,306	$ 44,808

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

1. ACCOUNTING POLICIES

Capital assets are charged as capital expenditures in the Statement of Financial Activities and Equity (Deficit). They are also recorded on the balance sheet at cost with an offsetting credit to Equity in Capital Assets, except for musical instruments and equipment acquired prior to October 1, 1972 which were valued at replacement cost at that date. No depreciation is provided on musical instruments and equipment. Musical arrangements are recognized as capital assets for five years after which time they are removed from the balance sheet.

In all other respects these financial statements are prepared in accordance with generally accepted accounting principles.

2. CAPITAL ASSETS

	1985	1984
Musical arrangements	$ 5,304	$ 4,582
Musical instruments	24,191	24,854
Equipment	17,811	15,372
	$ 47,306	$ 44,808

1985 FINANCIAL INFORMATION RETURN

MUNICIPALITY: CITY of CHATHAM

in the Region, County or District of: KENT

DECLARATION OF THE MUNICIPAL TREASURER

Pursuant to the determination of grants under the Ontario Unconditional Grants Act, and to the information required by the Province under the Municipal Affairs Act, the following schedules are attached:

		Attached
1	Analysis of Revenue Fund Revenues	X
2LT	Analysis of Taxation	X
2UT	Analysis of Upper Tier Requisitions and Direct Charges	—
2MA	Analysis of Taxation in Merged Areas	—
3	Analysis of Current Revenue for Specific Functions	X
4	Analysis of Revenue Fund Expenditures	X
5	Analysis of Capital Operations	X
6	Analysis of Capital Grants and Own Expenditures	X
7	Analysis of Net Long Term Liabilities By Function	X
8	Analysis of Long Term Liabilities and Commitments	X
9LT	Continuity of Upper Tier and School Board Levies	—
10	Continuity of Reserves and Reserve Funds	X
11	Analysis of Consolidated Year End Balances	X
12	Statistical Data	X
13	Grant Information	X
14	Grant Information	—

The schedules have been drawn up in accordance with the instructions provided by the Ministry of Municipal Affairs. They represent the consolidated financial activities of the municipality, all local boards, including joint boards where applicable and any other local corporate entities set up by the municipality to provide services to ratepayers. The consolidated local boards and entities are:

Board of Water Commissioners of the City of Chatham
Chatham Public Library
Chatham-Kent Museum
Chatham Horticultural Society
Chatham Kiltie Concert Band

Trust funds administered by the municipality and its local boards, harbour commissions, humane societies, municipal non-profit housing corporations, provincial-municipal housing authorities, sinking funds, retirement or pension plan funds, school boards, conservation authorities, children's aid societies, district health councils, municipal hospitals and gas, telephone and hydro utilities are not consolidated.

The schedules have been prepared by THORNE RIDDELL
(Auditor's firm or name of Municipality)

Questions regarding the information contained in them should be addressed to P. R. Brophy,
Treasurer, City of Chatham at 519-352-4500
(Area code and telephone)

Date April 30 1986

Municipal Treasurer

ACCOUNTANT'S COMMENTS

Municipality

CITY OF CHATHAM

To the Ministry of Municipal Affairs

Our examination of the financial statements of the Corporation of the City of Chatham for the year ended December 31, 1985 was made for the purpose of forming an opinion on the financial statements referred to in our auditors' report dated March 30, 1986 to the Members of Council, Inhabitants and Ratepayers.

At your request, we have performed the following procedures in connection with Schedules 1 to 11 of the Financial Information Return of the Corporation of the City of Chatham for the year ended December 31, 1985:

a) we have compared the amounts disclosed on these schedules to the books and records of the City and found them to be in agreement;

b) we have added and cross-added all schedules; and

c) we have cross-referenced the information on the schedules where applicable.

The above-noted schedules have not been subjected to the auditing procedures applied in the examination of the financial statements and accordingly we do not express an opinion on the fair presentation of this information.

Chatham, Ontario
March 30, 1986

Thorne Riddell

CHARTERED ACCOUNTANTS
Licence Number 1086

ANALYSIS OF REVENUE FUND REVENUES

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

1
3

		total revenue	upper tier purposes	school board purposes	own purposes
		Note: Upper tiers use column 4 only			
		1 $	2 $	3 $	4 $
Taxation					
Taxation from schedule 2LT (or requisitions from schedule 2UT)	1	23,831,434		9,822,942	14,008,492
Direct water billings on ratepayers — own municipality	2	2,678,655			2,678,655
— other municipalities	3	109,793			109,793
Sewer surcharge on direct water billings — own municipality	4	492,543			492,543
— other municipalities	5				
Subtotal	6	27,112,425		9,822,942	17,289,483
Payments in lieu of taxes					
Canada	7	112,954			112,954
Canada enterprises	8				
Ontario					
The Municipal Tax Assistance Act	9	65,074			65,074
The Municipal Act, section 160	10	56,400			56,400
Other	11				
Ontario enterprises					
Ontario Housing Corporation	12	122,367		37,016	85,351
Ontario Hydro	13	59,868			59,868
Liquor Control Board of Ontario	14	9,609			9,609
Other	15				
Municipal enterprises	16	167,840			167,840
Other municipalities and enterprises	17				
Subtotal	18	594,112		37,016	557,096
Ontario unconditional grants					
Per household general	19	465,840			465,840
Per household police	20	776,400			776,400
Per household density	21				
Transitional and special assistance	22				
Resource equalization	23	1,169,389			1,169,389
General support	24	1,090,088			1,090,088
Northern special support	25				
Apportionment guarantee	26				
Revenue guarantee	27	1,071,088			1,071,088
Subtotal	28	4,572,805			4,572,805
Revenues for specific functions					
Ontario specific grants	29	4,285,946			4,285,946
Canada specific grants	30	134,127			134,127
Other municipalities—grants and fees	31	4,020			4,020
Fees, service charges and donations	32	3,213,450			3,213,450
Subtotal	33	7,637,543			7,637,543
Other revenue					
Trailer revenue and licences	34				
Licences and permits	35	286,831			286,831
Fines	37				
Penalties and interest on taxes	38	240,626			240,626
Investment income—from own funds	39	16,176			16,176
—other	40	391,819			391,819
Lot levies and subdivider contributions	41				
Sale of publications, equipment, etc.	42	34,266			34,266
Contributions from capital fund	43	64,292			64,292
Contributions from reserves and reserve funds	44	543,682			543,682
Contributions from non consolidated entities	45				
Miscellaneous	46	16,650			16,650
	47				
	48				
Sale of land	49				
Subtotal	50	1,594,342			1,594,342
Total revenue	51	41,511,227		9,859,958	31,651,269

ANALYSIS OF TAXATION

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

2LT 4

	for computer use only	LOCAL TAXABLE ASSESSMENT: residential and farm (1) $	LOCAL TAXABLE ASSESSMENT: commercial and industrial (2) $	LOCAL TAXABLE ASSESSMENT: business (3) $	MILL RATES: residential and farm (4)	MILL RATES: commercial industrial and business (5)	TAXES LEVIED: residential and farm (6) $	TAXES LEVIED: commercial and industrial (7) $	TAXES LEVIED: business (8) $	SUPPLEMENTARY TAXES: residential and farm (9) $	SUPPLEMENTARY TAXES: commercial and industrial (10) $	SUPPLEMENTARY TAXES: business (11) $	TOTAL TAXES: total columns 6 to 11 $
I. Own purposes														
(a) Levied by mill rate														
General	0110	53,361,223	28,511,926	12,885,160	127.485	149.982	6,802,755	4,276,275	1,932,562	37,964	50,871	105,326	13,205,733
police villages at reduced rates	0120												
farms at reduced rates	0130												
	0												
	0												
	0												
Special area rates and police villages													
	0												
	0												
	0												
	0												
	0												
	0												
Subtotal levied by mill rate							1 6,802,755	4,276,275	1,932,562	37,964	50,871	105,326	13,205,733
(b) Other charges on tax bills													
Share of telephone and telegraph taxation	0120						2	407,175					407,175
Local improvements	0122												
Sewer and water service charges	0123						110,175						110,175
Sewer and water connection charges	0124						176,138						176,138
Fire service charges	0125												
Minimum tax (differential only)	0126												
Municipal drainage charges	0127						61,373						61,373
Garbage collection charges	0128												
Business improvement area	0129								45,639			2,259	47,898
	0130												
Subtotal special charges on tax bills							3 347,686	407,175	45,639			2,259	802,759
Total own purposes taxation	0132						4 7,150,441	6,683,450	1,978,181	37,964	50,871	107,585	14,008,492
II. Upper tier purposes													
(a) Levied by mill rate													
General	0210												
Special purposes													
	02												
	02												
	02												
	02												
	02												
Subtotal levied by mill rate							5						
(b) Other charges on tax bills													
Share of telephone and telegraph taxation	0210						6						
Local improvements	0220												
Sewer and water service charges	0230												
Sewer and water connection charges	0240												
Fire service charges	0250												
	0300												
Subtotal special charges on tax bills							7						
Total upper tier taxation	0232						8						
III. School board purposes													
Elementary public													
	0301	38,726,357	26,815,685	12,307,230	52.766	67.078	2,045,968	1,664,644	764,008	11,599	18,280	43,162	4,547,661
	0301												
Share of telephone and telegraph taxation	0321						9	155,984					155,984
Subtotal elementary public							10 2,045,968	1,820,628	764,008	11,599	18,280	43,162	4,703,645
Elementary separate													
	0401	14,586,866	1,696,241	577,930	53.235	62.629	776,532	106,234	36,195	4,149	1,462	1,792	926,364
	0401												
Subtotal elementary separate							11 776,532	106,234	36,195	4,149	1,462	1,792	926,364
Secondary													
	0501	53,361,223	28,511,926	12,885,160	39.313	46.251	2,097,790	1,318,705	595,952	11,710	17,025	31,157	4,072,339
	0501												
Share of telephone and telegraph taxation	0521						12	120,614					120,614
Subtotal secondary							13 2,097,790	1,439,319	595,952	11,710	17,025	31,157	4,192,953
Total all school board taxation	0632						14 4,920,290	3,366,181	1,396,155	27,458	36,767	76,091	9,822,962

ANALYSIS OF CURRENT REVENUE FOR SPECIFIC FUNCTIONS

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

3
7

		Ontario specific grants	Canada grants	other municipalities-grants, fees, and service charges	fees, service charges and donations
		1 $	2 $	3 $	4 $
General government	1	122,534			31,024
Protection to persons and property					
Fire	2	20,320			4,303
Police	3	1,954	10,587		22,392
Conservation authority	4				7,845
Protective inspection and control	5	40,214			1,250
.	6				
Subtotal	7	62,488	10,587		35,790
Transportation services					
Roadways	8	863,326	7,960		183,606
Winter control	9	167,479			474
Transit	10	281,489			392,618
Parking	11				177,350
Street lighting	12				
Air transportation	13	10,380			33,851
.	14				
Subtotal	15	1,322,674	7,960		787,899
Environmental services					
Sanitary sewer system	16				
Storm sewer system	17	113,596			8,055
Waterworks system	18	32,038		4,020	239,821
Garbage collection	19				
Garbage disposal	20				5,513
Pollution control	21	21,076			
.	22				
Subtotal	23	166,710		4,020	253,389
Health services					
Public health services	24				
Public health inspections and control	25				
Hospitals	26				
Ambulance services	27				
Cemeteries	28				
.	29				96,925
Subtotal	30				96,925
Social and family services					
General assistance	31	1,197,315	603		57,972
Assistance to aged persons	32	648,130			643,177
Assistance to children	33				
Day nurseries	34	187,370	1,764		172,992
.	35				
Subtotal	36	2,032,815	2,367		874,141
Recreation and cultural services					
Parks and recreation	37	273,869	25,765		545,656
Libraries	38	157,866			80,396
Other cultural	39	29,439	55,009		165,599
Subtotal	40	461,174	80,774		791,651
Planning and development					
Planning and zoning	41	24,928			37,077
Commercial and industrial	42	5,911			298,400
Residential development	43		32,439		
Agriculture and reforestation	44	86,712			7,154
Tile drainage/shoreline assistance	45				
.	46				
Subtotal	47	117,551	32,439		342,631
Electricity	48				
Gas	49				
Telephone	50				
Total	51	4,285,946	134,127	4,020	3,213,450

CONTINUITY OF RESERVES AND RESERVE FUNDS

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

10
15

		1 $
Balance at beginning of year	1	1,609,678
Revenues		
Contributions from revenue fund	2	929,342
Contributions from capital fund	3	
Lot levies and subdivider contributions	60	4,230
Recreational land (the Planning Act)	61	10,234
Investment income—from own funds	5	
—other	6	26,198
Ontario grants	9	5,007
Donations	10	6,589
.	11	
.	12	
Total revenue	13	981,600
Expenditures		
Transferred to capital fund	14	32,942
Transferred to revenue fund	15	543,682
Charges for long term liabilities—principal and interest	16	
Transfer of Ontario Home Renewal Plan to trust fund	62	
Maintenance	63	5
.	20	
.	21	
Total expenditure	22	576,629
Balance at end of year for:		
Reserves	23	1,612,703
Reserve Funds	24	401,946
Total	25	2,014,649
analysed as follows:		
Working funds	26	401,283
Contingencies	27	2,500
Ministry of the Environment fund for renewals, etc.		
—sewer	28	
—water	29	
Replacement of equipment	30	510,276
Sick leave	31	
Insurance	32	
Workmen's compensation	33	
Capital expenditure—general administration	34	28,470
—roads	35	6,000
—sanitary and storm sewers	36	40,525
—parks and recreation	64	29,066
—library	65	4,077
—other cultural	66	64,640
—water	38	456,965
—transit	39	
—housing	40	
—industrial development	41	
—other and unspecified	42	68,255
Lot levies and subdivider contributions	44	
Recreational land (the Planning Act)	46	71,032
Parking revenues	45	184,983
Debenture repayment	47	
Exchange rate stabilization	48	
Waterworks current purposes	49	
Transit current purposes	50	
Library current purposes	51	65,076
Unclaimed trust fund	52	603
Planning	53	38,239
Contract settlements	54	42,659
.	55	
.	56	
.	57	
Total	58	2,014,649

ANALYSIS OF REVENUE FUND EXPENDITURES

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

4

		1 salaries, wages and employee benefits $	2 net long term debt charges $	3 materials, services, rents and financial expenses $	4 transfers to own funds $	5 transfers to own funds $	6 other transfers $	7 inter-functional transfers $	8 total expenditures $	
General government	1	1,256,146	420,625	990,048	97,403	97,403		(35,230)	2,728,992	1
Protection to persons and property										
Fire	2	2,238,197		137,290	16,379	16,379		87,080	2,478,946	2
Police	3	3,318,813		229,234	105,977	105,977			3,654,024	3
Conservation authority	4						121,380		121,380	4
Protective inspection and control	5	286,997		119,495	7,942	7,942	2,500		416,936	5
	6									6
Subtotal	7	5,844,007		486,019	130,298	130,298	123,880	87,080	6,671,284	7
Transportation services										
Roadways	8	1,787,053	851,983	1,292,616	516,449	516,449			4,448,101	8
Winter control	9	115,603		180,500					296,103	9
Transit	10	59,769		1,127,779					1,187,548	10
Parking	11	52,679		84,103	40,311	40,311			177,093	11
Street lighting	12			354,182					354,182	12
Air transportation	13	1,195		72,559	81,600	81,600			155,354	13
	14									14
Subtotal	15	2,016,299	851,983	3,111,739	638,360	638,360			6,618,381	15
Environmental services										
Sanitary sewer system	16	56,097	977,277	24,385					1,057,759	16
Storm sewer system	17	97,440	535,853	114,225	2,410	2,410			749,930	17
Waterworks system	18	1,155,946	263,244	1,265,367	369,354	369,354		(68,550)	2,985,559	18
Garbage collection	19			250,845					250,845	19
Garbage disposal	20			388,138					388,138	20
Pollution control	21	374,789		521,342	87,853	87,853		16,700	1,000,684	21
	22									22
Subtotal	23	1,684,270	1,776,376	2,564,302	459,617	459,617		(51,850)	6,432,915	23
Health services										
Public health services	24			7,422			166,985		174,407	24
Public health inspections and control	25									25
Hospitals	26									26
Ambulance services	27									27
Cemeteries	28	118,089		68,031	14,173	14,173			200,293	28
	29									29
Subtotal	30	118,089		75,453	14,173	14,173	166,985		374,700	30
Social and family services										
General assistance	31	267,044		22,135	5,083	5,083	1,374,856		1,669,118	31
Assistance to aged persons	32	1,087,727		203,451	59,081	59,081	7,350		1,357,609	32
Assistance to children	33						222,855		222,855	33
Day nurseries	34	331,718		61,825	4,117	4,117			397,660	34
	35									35
Subtotal	36	1,686,489		287,411	68,281	68,281	1,605,061		3,647,242	36
Recreation and cultural services										
Parks and recreation	37	1,071,081		566,084	178,450	178,450	37,540		1,853,155	37
Libraries	38	695,583		225,768	72,486	72,486			993,837	38
Other cultural	39	398,934		235,633	196,771	196,771	6,222		637,560	39
Subtotal	40	2,165,598		1,027,485	447,707	447,707	43,762		3,684,552	40
Planning and development										
Planning and zoning	41	172,420		23,491	32,239	32,239			228,160	41
Commercial and industrial	42	95,910	967,051	68,321	62,515	62,515	80,284		1,274,081	42
Residential development	43									43
Agriculture and reforestation	44	123,577		52,390	21,300	21,300			197,267	44
Tile drainage/shoreline assistance	45									45
	46									46
Subtotal	47	391,917	967,051	144,202	116,054	116,054	80,284		1,699,508	47
Electricity	48									48
Gas	49									49
Telephone	50									50
Total	51	15,162,815	4,016,035	8,686,859	1,971,893	1,971,893	2,019,972		31,057,574	51

		$
Total of column 2 includes:		
Payments to Ontario in respect of Downtown Revitalization Program loans	81	256,053
Accrued interest (enter an amount only if the change to the accrual basis was made in this reporting year)	82	
Interest portion of transit debt charges included on line 10	83	
Total of column 3 includes:		
Ministry of the Environment		
Provincial projects service charges —water	52	
—sewer	53	
Provincial projects frontage and connection charges—water	57	
—sewer	58	
Joint projects operating charges —water	54	
—sewer	55	
O.P.P. policing contracts	56	
Short term interest costs	60	75,460
Total of column 5 includes:		
Grants to charitable and non-profit organizations	62	366,261
Grants to universities and colleges	63	
Contributions to UNCONSOLIDATED joint local boards		
Health unit	64	166,985
District welfare board	65	
Home for the aged	66	7,350
Recreation board(s)	67	
Fire area board	68	
Suburban roads commission	69	
.	70	
.	71	
Line 1 of column 7 includes:		
Members of council	72	81,013
Line 51 of column 7 includes:		
Payments in respect of long term commitments and liabilities financed from revenue, as approved by the Ontario Municipal Board. Exclude debt charges reported in column 2.	73	660,297

ANALYSIS OF CAPITAL OPERATIONS

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

5 9

		1 $
Unfinanced capital outlay (Unexpended capital financing) at the beginning of the year	1	2,304,174
Sources of financing		
Contributions from own funds		
Revenue fund	2	1,042,551
Reserves and reserve funds	3	32,942
Subtotal	4	1,075,493
Long term liabilities incurred		
Central Mortgage and Housing Corporation	5	
Ontario Municipal Improvement Corporation	7	
Commercial Area Improvement Program	9	
Other Ontario housing programs	10	
Ministry of the Environment	11	
Tile drainage and shoreline property assistance programs	12	
The Public		
Serial debentures	13	2,324,000
Sinking fund debentures	14	
.	15	
.	16	
.	17	
Subtotal*	18	2,324,000
Grants and loan forgiveness		
Ontario	20	649,581
Canada	21	44,609
Other municipalities	22	
Subtotal	23	694,190
Other financing		
Prepaid special charges	24	108,326
Proceeds from sale of fixed assets	25	
Investment income		
From own funds	26	
Other	27	
Donations	28	4,657
Lot levies and subdivider contributions	29	28,906
.	30	
.	31	
Subtotal	32	141,889
Total sources of financing	33	4,235,572
Applications		
Own expenditures		
Short term interest costs	34	118,651
Other	35	2,037,325
Subtotal	36	2,155,976
Transfers of proceeds from long term liabilities to:		
Other municipalities	37	
Unconsolidated local boards	38	
Individuals	39	
Subtotal	40	
Transfers to reserves, reserve funds and the revenue fund	41	64,292
Total applications	42	2,220,268
Unfinanced capital outlay (Unexpended capital financing) at the end of the year	43	288,870
Amount reported in line 43 analysed as follows:		
Unapplied capital receipts	44	( )
To be recovered from:		
—taxation or user charges within term of council	45	77,650
—proceeds from long term liabilities	46	211,220
—transfers from reserves and reserve funds	47	
—other (specify)	48	
Total unfinanced capital outlay (unexpended capital financing)	49	288,870
*amount in line 18 raised on behalf of other municipalities	19	

Municipality

CITY OF CHATHAM

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ANALYSIS OF CAPITAL GRANTS AND OWN EXPENDITURES

for the year ended December 31, 1985

		CAPITAL GRANTS			TOTAL OWN EXPENDITURES
		Ontario grants	Canada grants	Other municipalities	
		1 $	2 $	3 $	4 $
General government	1				45,733
Protection to persons and property					
Fire	2				11,379
Police	3				58,722
Conservation authority	4				
Protective inspection and control	5				5,442
.	6				
Subtotal	7				75,543
Transportation services					
Roadways	8	153,011			421,794
Winter control	9				
Transit	10				
Parking	11				174
Street lighting	12				
Air transportation	13	290,466			366,067
.	14				
Subtotal	15	443,477			788,035
Environmental services					
Sanitary sewer system	16	146,191			578,371
Storm sewer system	17				57,248
Waterworks system	18				179,200
Garbage collection	19				
Garbage disposal	20				
Pollution control	21				47,328
.	22				
Subtotal	23	146,191			862,147
Health services					
Public health services	24				
Public health inspections and control	25				
Hospitals	26				
Ambulance services	27				
Cemeteries	28				14,173
.	29				
Subtotal	30				14,173
Social and family services					
General assistance	31				2,024
Assistance to aged persons	32	3,362			7,843
Assistance to children	33				
Day nurseries	34				3,600
.	35				
Subtotal	36	3,362			13,467
Recreation and cultural services					
Parks and recreation	37	11,302			133,924
Libraries	38				32,299
Other cultural	39				99,557
Subtotal	40	11,302			265,780
Planning and development					
Planning and zoning	41				
Commercial and industrial	42				
Residential development	43	45,249	44,609		91,098
Agriculture and reforestation	44				
Tile drainage/shoreline assistance	45				
.	46				
Subtotal	47	45,249	44,609		91,098
Electricity	48				
Gas	49				
Telephone	50				
Total	51	649,581	44,609		2,155,976

Municipality

CITY OF CHATHAM

AUDITOR'S REPORT

To the Ministry of Municipal Affairs

We have examined the Grant Information Schedule 13 of the Financial Information Return of the Corporation of the City of Chatham for the year ended December 31, 1985. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, this schedule presents fairly the grant information shown therein in accordance with instructions issued by the Ministry of Municipal Affairs for the year 1985.

Chatham, Ontario
March 30, 1986

Thorne Riddell
CHARTERED ACCOUNTANTS
Licence Number 1086

Municipality

CITY OF CHATHAM

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ANALYSIS OF NET LONG TERM LIABILITIES BY FUNCTION

as at December 31, 1985

		1 $
General government	1	2,604,713
Protection to persons and property		
Fire	2	
Police	3	
Conservation authority	4	
Protective inspection and control	5	
.	6	
Subtotal	7	
Transportation services		
Roadways	8	3,834,457
Winter control	9	
Transit	10	
Parking	11	
Street lighting	12	
Air transportation	13	
.	14	
Subtotal	15	3,834,457
Environmental services		
Sanitary sewer system	16	4,365,571
Storm sewer system	17	1,925,286
Waterworks system	18	1,094,243
Garbage collection	19	
Garbage disposal	20	
Pollution control	21	
.	22	
Subtotal	23	7,385,100
Health services		
Public health services	24	
Public health inspections and control	25	
Hospitals	26	
Ambulance services	27	
Cemeteries	28	
.	29	
Subtotal	30	
Social and family services		
General assistance	31	
Assistance to aged persons	32	
Assistance to children	33	
Day nurseries	34	
.	35	
Subtotal	36	
Recreation and cultural services		
Parks and recreation	37	170,326
Libraries	38	
Other cultural	39	
Subtotal	40	170,326
Planning and development		
Planning and zoning	41	
Commercial and industrial	42	9,622,716
Residential development	43	
Agriculture and reforestation	44	
Tile drainage/shoreline assistance	45	
.	46	
Subtotal	47	9,622,716
Electricity	48	
Gas	49	
Telephone	50	
Total	51	23,617,312

ANALYSIS OF LONG TERM LIABILITIES AND COMMITMENTS

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

8

			1 $
1. Calculation of debt burden of the municipality			
All debt issued by the municipality, predecessor municipalities and consolidated entities			
: To Ontario and agencies		1	8,633,048
: To Canada and agencies		2	1,308,836
: To other		3	14,900,212
	Subtotal	4	24,862,094
Plus: All debt assumed by the municipality from others		5	
Less: All debt assumed by others			
: Ontario		6	
: Schoolboards		7	
: Other municipalities		8	
	Subtotal	9	
Less: Ministry of the Environment debt retirement funds			
—sewer		10	1,244,782
—water		11	
Own sinking funds (actual balances)			
—general municipal		12	
—enterprises and other		13	
	Subtotal	14	1,244,782
	Total	15	23,617,312
Sinking fund debentures		16	416,049
Installment (serial) debentures		17	16,101,334
Long term bank loans		18	
Lease purchase agreements		19	107,713
Mortgages		20	
Ministry of the Environment		22	
. Downtown Revitalization Program		23	6,992,216
.		24	
2. Total debt payable in foreign currencies (net of sinking fund holdings)			$
U.S. dollars—Canadian dollar equivalent included in line 15 above		25	
—par value of this amount in U.S. dollars		26	
Other —Canadian dollar equivalent included in line 15 above		27	
—par value of this amount in _____		28	
3. Interest earned on sinking funds and debt retirement funds during the year			$
Own funds		29	
Ministry of the Environment—sewer		30	123,459
—water		31	
4. Actuarial balance of own sinking funds at year end		32	$
5. Long term commitments and contingencies at year end			$
Total liability for accumulated sick pay credits		33	336,482
Total liability under OMERS plans			
—initial unfunded (payable over_____years) (number of employees_____)		34	
—actuarial deficiency (payable over 7 years)		35	1,440,860
Total liability for own pension funds			
—initial unfunded (payable over_____years) (number of employees_____)		36	
—actuarial deficiency (payable over_____years)		37	
Outstanding loans guaranteed (payable over_____years)		38	
Commitments and liabilities financed from revenue, as approved by the Ontario Municipal Board			
—hospital support		39	
—university support		40	
—leases and other agreements		41	1,659,698
Other (specify) . Severance pay liability		42	64,400
. Long term lease (expires October, 1986)		43	15,400
.		44	
	Total	45	3,716,028

6. Ministry of the Environment Provincial Projects

		accumulated surplus (deficit)	total outstanding capital obligation	debt charges
		1 $	2 $	3 $
Water projects —for this municipality only	46	(1,068,170)	4,401,299	416,840
—share of integrated projects(s)	47			
Sewer projects —for this municipality only	48			
—share of integrated projects(s)	49			

7. 1985 Debt Charges

		principal 1 $	interest 2 $
Recovered from the consolidated revenue fund			
—general tax rates	50	1,799,971	1,613,125
—special area rates and special charges	51		
—benefitting landowners	52	208,656	133,558
—user rates (consolidated entities)	53	150,000	110,725
Recovered from reserve funds	54		
Recovered from unconsolidated entities			
—hydro	55		
—gas and telephone	57		
—	56		
—	58		
—	59		
Total	78	2,158,627	1,857,408

8. Future principal and interest payments on existing net debt

		recoverable from the consolidated revenue fund		recoverable from reserve funds		recoverable from unconsolidated entities	
		principal	interest	principal	interest	principal	interest
		1 $	2 $	3 $	4 $	5 $	6 $
1986	60	2,222,941	1,806,877				
1987	61	2,239,604	1,565,070				
1988	62	2,281,418	1,321,034				
1989	63	2,123,728	1,071,609				
1990	64	1,882,159	[illegible],130				
1991-1995	65	5,155,341	1,885,976				
1996 onwards	79	2,264,687	65,388				
Interest to be earned on sinking funds*	69	1,244,782					
Downtown revitalization program	70	6,992,216					
Total	71	23,617,312	8,545,082				

*includes interest to be earned on Ministry of the Environment debt retirement funds

9. Future principal payments on expected new debt

		1 $
1986	72	
1987	73	
1988	74	442,000
1989	75	816,000
1990	76	1,128,000
Total	77	2,463,000

10. Other notes (attach supporting schedule as required)

CONTINUITY OF UPPER TIER AND SCHOOL BOARD LEVIES

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

9LT 13

UPPER TIER		1 balance at beginning of year $	2 amounts requisitioned $	3 supplementary taxes $	4 total expended $	5 amount levied $	6 telephone and telegraph taxation $	7 share of Provincial grants $	8 share of payments in lieu of taxes $	9 other $	10 total raised $	11 balance at end of year $
Included in general mill rate for upper tier purposes												
General requisition	1											
Special purpose requisitions												
Water rate	2											
Transit rate	3											
Sewer rate	4											
Library rate	5											
Road rate	6											
.	7											
.	8											
.	9											
	10											
Sub total levied by mill rate—general	11											11
Special purpose requisitions												
Water	12											
Transit	13											
Sewer	14											
Library	15											
.	16											
.	17											
Sub total levied by mill rate—special areas	18											18
Special charges	19											19
Direct water billings	20											20
Sewer surcharge on direct water billings	21											21
Total region or county	22											22

SCHOOL BOARDS		1 balance at beginning of year $	2 amounts requisitioned $	3 supplementary taxes $	4 pupils' fees, share of trailer licences $	5 total expended $	6 amount levied $	7 telephone and telegraph taxation $	8 share of payments in lieu of taxes $	9 pupils' fees, share of trailer licences $	10 total raised $	11 balance at end of year $
Elementary public	23	8,876	4,652,317	73,021		4,725,338	4,547,661	[illegible]	[illegible]		4,721,332	4,870
.	24							[illegible]	[illegible]			
.	25							[illegible]	[illegible]			
.	26							[illegible]	[illegible]			
Elementary separate	27							[illegible]	[illegible]			
.	28	(1,530)	922,622	7,403		930,025	926,564	[illegible]	[illegible]		929,872	(1,680)
.	29							[illegible]	[illegible]			
.	30							[illegible]	[illegible]			
Secondary	31							[illegible]	[illegible]			
.	32	6,730	4,152,611	59,892		4,212,503	4,072,339	[illegible]	[illegible]		4,208,751	2,978
.	33							[illegible]	[illegible]			
.	34							[illegible]	[illegible]			
	35							[illegible]	[illegible]			
Total school boards	36	14,076	9,727,550	140,316		9,867,866	9,546,364	276,578	37,016		9,859,958	6,168

ANALYSIS OF CONSOLIDATED YEAR END BALANCES

as at December 31, 1985

Municipality: CITY OF CHATHAM

11 16

		1 $	2 $
ASSETS			
Current assets			portion of cash not in chartered banks
Cash	1	1,728,643	
Accounts receivable			
Canada	2	76,862	
Ontario	3	1,037,207	
Region or county	4		
Other municipalities	5		
School boards	6	20,612	portion of taxes receivable for business taxes
Waterworks	7	199,009	
Other (including unorganized areas)	8	350,205	
Taxes receivable			
Current year's levies	9	798,789	65,024
Previous year's levies	10	281,314	
Prior years' levies	11	133,608	
Penalties and interest	12	102,872	2,811
Less allowance for uncollectables	13	( )	( )
Investments (market value $16,579)			
Canada	14		
Provincial	15		
Municipal	16		
Other	17	16,579	portion of line 20 for tax sale/tax registration
Other current assets	18	550,763	
Capital outlay to be recovered in future years	19	23,617,312	
Other long term assets	20		
Total	21	28,913,775	
LIABILITIES			
Current liabilities			portion of loans not from chartered banks
Temporary loans—current purposes	22		
—capital—Ontario	23		
—Canada	24		
—Other	25	56,997	
Accounts payable and accrued liabilities			
Canada	26	244,902	
Ontario	27	257,793	
Region or county	28		
Other municipalities	29	71,216	
School boards	30	30,536	
Trade accounts payable	31	1,740,227	
Other	32		
Other current liabilities	33	307,847	
Net long term liabilities			
Recoverable from the Consolidated Revenue Fund			
—general tax rates	34	20,881,119	
—special area rates and special charges	35		
—benefitting landowners	36	1,644,193	
—user rates (consolidated entities)	37	1,092,000	
Recoverable from Reserve Funds	38		
Recoverable from unconsolidated entities	39		
Less: Own holdings	40	( )	
Reserves and reserve funds	41	2,014,649	
Accumulated net revenue (deficit)			
General revenue	42	163,612	
Special charges and special areas (specify)			
Pre-levy	43	347,687	
Chatham on the Thames - development area	44	(2,082)	
.	45		
.	46		
Consolidated local boards (specify)			
Transit operations	47		
Water operations	48	350,916	
Libraries	49	4,250	
Cemeteries	50		
Recreation, community centres and arenas	51		
Cultural	52	(9,384)	
.	53		
.	54		
.	55		
Region or county	56		
School boards	57	6,168	
Unexpended capital financing/(unfinanced capital outlay)	58	(288,870)	
Total	59	28,913,775	

STATISTICAL DATA

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

12

1. Number of continuous full time employees as at December 31

		1
Administration	1	96
Non-line Departmental Support Staff	2	
Fire	3	50
Police	4	77
Transit	5	
Public Works	6	49
Health Services	7	
Homes for the Aged	8	35
Other Social Services	9	6
Parks and Recreation	10	15
Libraries	11	
Planning	12	4
Total	13	332

2. Total expenditures during the year on:

		Continuous full time employees December 31	Other
		1 $	2 $
Wages and salaries	14	9,733,976	1,459,540
Employee benefits	15	2,006,885	96,037

3. Reductions of tax roll during the year (lower tier municipalities only)

		1 $
Cash collections: Current year's tax	16	22,152,000
Previous years' tax	17	871,532
Penalties and interest	18	248,097
Subtotal	19	23,271,629
Discounts allowed	20	
Tax adjustments under section 362 and 363 of the Municipal Act —amounts added to the roll	22	( )
—amounts written off	23	
Tax adjustments under sections 465, 495 and 496 of the Municipal Act —recoverable from upper tier and school boards	24	163,576
—recoverable from general municipal revenues	25	
Transfers to tax sale and tax registration accounts	26	
The Municipal Elderly Residents' Assistance Act—reductions	27	
—refunds	28	
Other (specify)	80	
Total reductions	29	23,435,205
Amounts added to the tax roll for collection purposes only	30	
Business taxes written off under subsection 495 (1) of the Municipal Act	81	

4. Tax due dates for 1985 (lower tier municipalities only)

			1
Interim billings:	Number of installments	31	1
	Due date of first installment (MMDDYY)	32	February 1
	Due date of last installment (MMDDYY)	33	
Final billings:	Number of installments	34	2
	Due date of first installment (MMDDYY)	35	June 1
	Due date of last installment (MMDDYY)	36	October 1
Supplementary taxes levied with 1986 due date		37	N

5. Projected capital expenditures and long term financing requirements as at December 31

		gross expenditure	long term financing requirements: approved by the O.M.B.	submitted but not yet approved by the O.M.B.	forecast not yet submitted to the O.M.B.
		1 $	2 $	3 $	4 $
Estimated to take place					
In 1986	58	3,396,000			1,940,000
In 1987	59	5,574,000			2,057,000
In 1988	60	3,860,000			2,030,000
In 1989	61	9,128,000			2,880,000
In 1990	62	10,407,000			2,365,000
Total	63	32,365,000			11,277,000

		balance in fund	loans outstanding
		1 $	2 $
6. Ontario Home Renewal Plan trust fund at year end	82	44,171	44,856

7. Analysis of direct water and sewer billings as at December 31

water

		number of residential units	1985 billings: residential units	1985 billings: all other properties	for computer use only
		1	2 $	3 $	4
In this municipality	39	12,391	1,433,047	1,245,608	
In other municipalities (specify municipality)					
. Chatham Township	40	221	35,854	5,802	
. Raleigh Township	41	115	30,137	14,096	
. Harwich Township	42	82	19,949	903	
. Dover Township	43			3,054	
.	64				

sewer

		number of residential units	1985 billings: residential units	1985 billings: all other properties	
		1	2 $	3 $	
In this municipality	44	12,391	263,504	229,039	
In other municipalities (specify municipality)					
.	45				
.	46				
.	47				
.	48				
.	65				

		water	sewer
		1	2
Number of residential units in this municipality receiving municipal water and sewer services but which are not on direct billing	66		

8. Selected investments of own sinking funds as at December 31

		own municipality	other municipalities, school boards	Province	Federal
		1 $	2 $	3 $	4 $
Own sinking funds	83				

9. Borrowing from own reserve funds

		1 $
Loans or advances due to reserve funds as at December 31	84	

10. Joint boards consolidated by this municipality

name of joint boards		total board expenditure	contribution from this municipality	this municipality's share of total municipal contributions	for computer use only
		1 $	2 $	3 $	4
.	53				
.	54				
.	55				
.	56				
.	57				

11. Applications to the Ontario Municipal Board

		tile drainage, shoreline assistance, downtown revitalization, electricity, gas, telephone	other	total
		1 $	2 $	3 $
Approved but not financed as at Dec. 31, 1984	67		3,534,693	3,534,693
Approved in 1985	68		2,305,348	2,305,348
Financed in 1985	69		1,200,001	1,200,001
No long term financing necessary	70		455,398	455,398
Balance approved but not financed as at Dec. 31, 1985	71		3,486,642	3,486,642
Applications submitted but not approved as at December 31, 1985	72		690,400	690,400

12. Forecast of total revenue fund expenditures

		1986	1987	1988	1989	1990
		1 $	2 $	3 $	4 $	5 $
	73	32,216,000	32,839,000	33,329,000	37,306,000	39,171,000

GRANT INFORMATION

for the year ended December 31, 1985

Municipality: CITY OF CHATHAM

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ANALYSIS OF REVENUE FUND REVENUES — 1

Note: Upper tiers use column 4 only.

		upper tier purposes 2 $	own purposes 4 $
Taxation			
Direct water billings on ratepayers - own municipality	2		2,678,655
Sewer surcharge on direct water billings - own municipality	4		492,543
Payments in lieu of taxes			
Subtotal	18		557,096

ANALYSIS OF TAXATION — 2LT

LOCAL TAXABLE ASSESSMENT

I. Own purposes (a) Levied by mill rate		residential and farm 1 $	commercial and industrial 2 $	business 3 $
General	30	53,361,223	28,511,926	12,885,160
police villages at reduced rates	31			
farms at reduced rates	32			

TAXES LEVIED

		commercial and industrial 7 $	business 8 $	total 12 $
Subtotal levied by mill rate	1	4,276,275	1,932,542	
Share of telephone and telegraph taxation	2			407,175
Total own purposes taxation	4			14,008,492
II. Upper tier purposes				
Subtotal levied by mill rate	5			
share of telephone and telegraph taxation	6			
Total upper tier taxation	8			

ANALYSIS OF CAPITAL OPERATIONS — 5

		1 $
Other financing		
Prepaid special charges	24	108,326